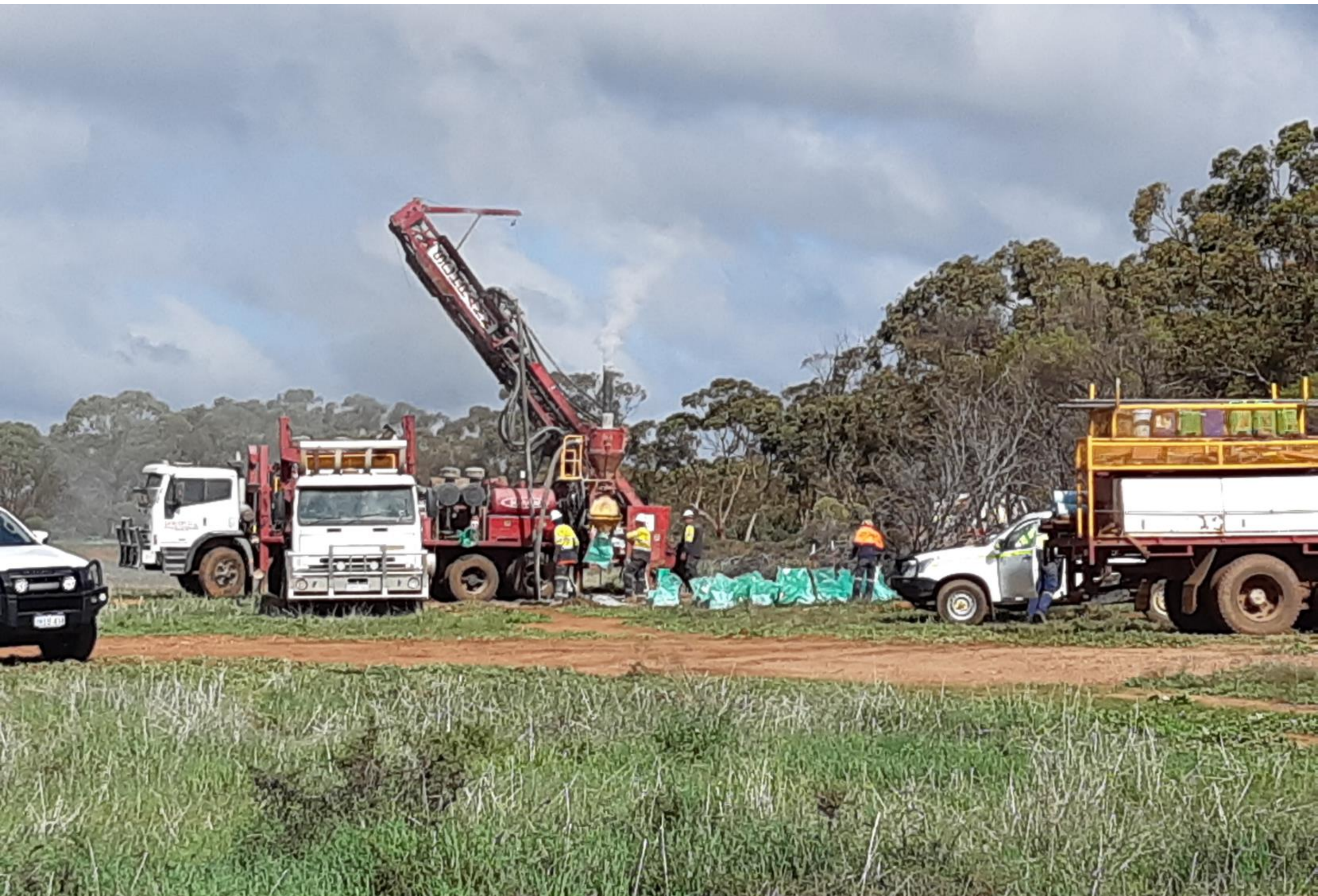
ASKARI
METALS LIMITED

ANNUAL REPORT

2022



CORPORATE INFORMATION

Directors & Officers

Mr. Robert Downey	Non-Executive Chairperson
Mr. Gino D'Anna	Executive Director
Mr Brendan Cummins	Non-Executive Director (Technical)
Mr David Greenwood	Non-Executive Director (Technical)
Mr Chris Evans	Non-Executive Director (Technical)

Company Secretary
Mr Paul Fromson (CFO and Company Secretary)

Registered Office
17 Lacey Street
Perth WA 6000

Auditors
HLB Mann Judd (WA Partnership)
Level 4/ 130 Stirling St
Perth WA 6000

Stock Exchange
Australian Securities Exchange Limited (ASX)
Home Exchange - Perth

Australian Company Number
ACN 646 034 460

Australian Business Number
ABN 39 646 034 460

Website
www.askarimetals.com

Solicitors
Steinepreis Paganin Lawyers & Consultants
Level 4, the Read Buildings
16 Milligan Street
Perth WA 6000 Australia

Domicile and Country of Incorporation
Australia

Bankers
Commonwealth Bank
Shop 1, 95 William Street
Perth WA 6000

Share Registry
Automic Group
Level 2, 267 St Georges Terrace
Perth WA 6000
T: 1300 288 664

ASX Code
AS2

The directors present their report, together with the consolidated financial statements, on Askari Metals Limited (the "Company", "Askari" or "parent entity") and the Consolidated entity (referred to hereafter as the "Consolidated entity" or "Group") consisting of Askari Metals Limited and the entities it controlled at the end of, or during, the year ended 30 June 2022.

Directors
The following persons were directors of Askari Metals Limited during the whole year and up to the date of this report, unless otherwise stated:

Mr. Gino D'Anna
Mr. Robert Downey
Mr. Brendan Cummins
Mr. David Greenwood (appointed 15 July 2021)
Mr. Chris Evans (appointed 14 February 2022)

Company Secretary
Paul Fromson – Chief Financial Officer and Company Secretary

Principal activities
The principal activity of the Group during the financial year was gold and lithium exploration.

Dividends
There were no dividends issued during the year ending 30 June 2022 (2021: nil).

Financial results
The financial results of the Group are:

	Consolidated	
	30-June-22	**30-June-21**
	$	**$**
Cash and cash equivalents	4,352,794	5,802,892
Net Assets	6,890,656	6,041,440
Net loss after tax	(2,253,389)	(370,537)

The financial position of the Consolidated entity is strong with excellent liquidity and a cash balance of $4,352,794 (2021: $5,802,892). The Company also successfully raised $2,600,000 (2021: $6,055,150) during the financial year.

Significant changes in the state of affairs
There were no significant changes in the state of affairs of the Consolidated entity during the financial year.

REVIEW OF OPERATIONS

Askari Metals Limited (**ASX: AS2**) ("**Askari Metals**" or "**Company**"), an Australia based exploration company with a portfolio of battery metals (Li + Cu) and gold projects across Western Australia, Northern Territory and New South Wales, is pleased to report on its exploration activities for the full year period ended 30 June 2022.

Commenting on the activities of the Company during the full year period ended 30 June 2022, Executive Director, Mr Gino D'Anna stated:

"Our Company has demonstrated a mandate for aggressive exploration with our strategy focused on the burgeoning battery metals market, having completed dedicated lithium field exploration programs across our Barrow Creek Lithium Project and Yarrie Lithium Project. Our exploration activities at Barrow Creek have continued to build on the success of our initial reconnaissance program where we delineated fertile LCT-type pegmatites, increasing the strike length of the interpreted mineralisation to more than 3km in the NW of the project area. We expanded our focus at Barrow Creek following the receipt of the results from our maiden exploration campaign at the SE area of the Barrow Creek project where mineralised pegmatites were mapped and sampled across a 5km long corridor, identifying three distinct areas of mineralised targets. The Company will be returning to Barrow Creek shortly to follow up on the anomalism identified in the SE and as well map and sample the previously un-explored South Central area of the project.

Building on our lithium focus, the Company also completed a detailed project wide exploration campaign at the Yarrie Lithium Project. The results have enabled the Company to identify five high-priority exploration targets at the Yarrie project which we believe add considerable upside to the future exploration success of this project. These high-priority zones were identified based on lithium and LCT-type pathfinder mineral anomalism which will be followed up with auger and shallow Aircore drilling. The Yarrie project represents a significant district scale opportunity for the Company and this program has enabled us to now focus on areas where the geology, structure and anomalism warrant further exploration.

Expanding its copper exploration success, the Company also conducted initial exploration at the Callawa Copper Project identifying high-grade copper on surface of up to 6.78% Cu. A high-definition structural magnetic survey has recently been completed and the Company is now planning its next steps for further exploration.

The Company also continued exploration at its high-grade Horry Copper and Gold Project located in the Kimberley region of Western Australia, discovering high-grade copper up to 8.5% Cu and high-grade gold up to 13.0 g/t Au. The Company will be mobilising to the field shortly to conduct its maiden drilling campaign focused on the high-grade copper at Horry Horse which has been mapped for more than 600m and up to 1.3km as well as testing the gold mineralisation around Leo, Mt Dockrell and Martins Find. We are very excited by the exploration potential of the Horry project.

During the full year period, the Company completed three phases of RC drilling at the Burracoppin Gold Project which have demonstrated the significance of the potential gold endowment at this exciting project. The location of Burracoppin offers the Company multiple development options, and we are now focused on progressing the project forward through to the delineation of a maiden mineral resource and continued progression through the delivery of a scoping study. Most recently we completed our Phase III RC drilling program for a total of 3,639m. The Phase III program was designed to follow up on the success of the Phase II program which delivered impressive results including 8.5m @ 4.88g/t Au. Assay results from the Phase III program remain outstanding.

The Company also undertook initial exploration at its Mt Maguire Gold and Base Metal Project located in the Ashburton region of Western Australia as well as at the Springdale Copper-Gold Project located in the East Lachlan Fold Belt of NSW. We have a significant number of assay results pending from our various projects and we look forward to sharing these with our investors."

EXPLORATION ACTIVITIES FOR THE PERIOD ENDED 30 JUNE 2022

During the full year ended 30 June 2022, the Company actively explored its battery metals projects (lithium + copper) in Western Australia and the Northern Territory, completing field exploration programs at both the Barrow Creek Lithium Project (NT) and the Yarrie Lithium Project (WA), as summarised below. In addition, the Company undertook exploration at its Horry Copper-Gold project in Western Australia focused on identifying the mineralising structures specific to the gold mineralisation at the project. A maiden RC drilling program is planned for the Horry project which is due to commence at the end of August 2022 and will focus on the Horry Horse prospect where high-grade copper mineralisation, up to 8.5% Cu, has been identified and mapped over a strike length exceeding 600m.

In addition to the battery metals exploration, the Company has continued with its drilling at the Burracoppin Gold Project located in Western Australia, completing its Phase III RC program during the Quarter ended 30 June 2022. The Phase III program was designed to follow up on the success of the Phase II RC program as well as test previously untested zones of mineralisation which had been identified by the Company using soil geochemistry. Assay results from the Phase III RC program remain outstanding. An auger geochemical program was also completed during the Quarter ended 30 June 2022 with the results still outstanding, testing a mineralised strike in excess of 4.0km.

Assay results from the Phase II RC program at Burracoppin were received during the Quarter ended 30 June 2022 and included results such as 8.5m @ 4.88g/t Au.

Further information regarding the Company's exploration activities for the full year ended 30 June 2022 have been summarised below and are contained in more detail in previous announcements lodged by the Company on the ASX.

PLANNED EXPLORATION ACTIVITIES FOR THE BALANCE OF CALENDAR YEAR 2022

During the remainder of the calendar year 2022, the Company plans to complete exploration as follows:

- Receive assay results from the Burracoppin Phase III RC drilling program.
- Conduct further exploration at the anomalous zones identified at the SE project area of the Barrow Creek Lithium Project and undertake initial exploration at the South Central area of the project.
- Commence the next stage of exploration at the Yarrie Lithium Project designed to test anomalous zones of mineralisation using a grid of soil auger and shallow Aircore drilling.
- Commence a maiden RC drilling program at the Horry Copper Project, focused on the Horry Horse prospect.
- Conduct further exploration campaigns at the Callawa Copper Project designed to field map and sample the project area and complete a geophysical survey ahead of a planned RC drilling program.
- Conduct an initial exploration campaign at the Mt Maguire Gold and Base Metal Project, initially designed to field map and sample the project area, however, the Company will also look at completing a geophysical survey ahead of a planned RC drilling program.
- Receive assay results from initial reconnaissance exploration and conduct further exploration programs at the Springdale Copper-Gold Project. The Company has begun its on-ground evaluation of the Springdale project with work including mapping, sampling and will potentially conduct an induced polarisation survey to assist in identifying prospective copper-gold targets.

In addition to exploring the existing projects, the Company is actively engaged in the review of additional complementary asset acquisition opportunities, including lithium and other battery metals, across Australia and globally.

"Continued Lithium Exploration Activities Underpins the Company's Strategic Focus on the Critical Battery Metals Markets"

Barrow Creek Lithium Project, NT

- The Barrow Creek Lithium Project (EL 32804) covers an area of 278 km^2 located in the Arunta Pegmatite Province of the NT - Highly prospective for Lithium-Tin-Tantalum (Li-Sn-Ta) mineralisation
- The AS2 Barrow Creek Lithium Project borders exploration licences with similar geology held by:
  - Lithium Plus Minerals Limited (ASX. LPM)
    - Hosts historic Barrow Creek Tin-Tantalum workings
  - Core Lithium Limited (ASX. CXO) (market capitalisation ~$1.5Bn)
    - Hosts several Tin-Tantalum occurrences

Phase I Exploration – NW Barrow Creek project area

- During the period ended 30 June 2022, an initial reconnaissance exploration program undertaken by the Company confirmed the presence of outcropping LCT-type pegmatites up to 817ppm Li_2O identified
    - Significant milestone demonstrating that the Company is exploring in the right geological formations with fertile LCT pegmatites identified, supporting the prospectivity of the Barrow Creek project area
    - Identified a New Mineralised Zone of 950m x 500m, which remains open in all directions and where multiple LCT-type pegmatites were identified
    - Significant Exploration potential remains in areas outside of the zone, which was visited – Phase II and Phase III programs have tested these additional areas – further work still planned at the South Central project area together with a detailed fixed-wing geophysical survey
    - The fertility of the LCT pegmatites warrant further systematic exploration of the area – RAB, Aircore and RC drilling to follow

Phase II Exploration – NW Barrow Creek project area

- A second phase of exploration was completed at Barrow Creek consisting of rock samples and soil samples during the period ended 30 June 2022
    - Field program was designed to systematically explore outcropping LCT-Type pegmatites where initial reconnaissance sampling had confirmed the presence of lithium mineralisation with up to 817ppm Li_2O identified in outcrop
    - Rock sampling has been conducted on all visible outcrops identified in the field resulting in the collection of 119 rock samples
        - Results from the Phase II detailed rock sampling campaign have validated the interpreted strike extension of fertile pegmatite zones

    - Interpreted lithium mineralisation strike length extended to 3km following compilation and analysis of rock and soil sampling results from Phase I and Phase II programs
    - Results identify elevated lithium anomalism associated with Caesium and Tin as well as the pathfinder elements of Rubidium, Niobium, Beryllium and Gallium
    - Pegmatite minerals identified confirm the presence of a potentially significant mineralised LCT formation
    - Mineralised Zone remains open in all directions where it is interpreted that the mineralised pegmatites extend beneath shallow cover

- The results indicate mineralised LCT pegmatites likely extend under-cover presenting the Company with targets for further exploration activities
- Future exploration planned for the project includes RC drilling and likely also methods such as Aircore or RAB drilling to test below the shallow cover material
  - Systematic soil sampling also completed on areas of subcrop resulting in the collection of 350 soil samples
- Results from the Phase II detailed soil sampling campaign has identified significant surface strike extensions of the fertile pegmatite zones identified during Phase I
    - Results identified zones of elevated Lithium mineralisation associated with Caesium and Tantalum
    - Associated Lithium pathfinder minerals such as Tin, Rubidium and Niobium are also elevated in association with Lithium, Caesium and Tantalum, further indicating fertile LCT pegmatites on the Barrow Creek Lithium Project
    - Results demonstrate that the Company is exploring in the right geological formations with fertile LCT pegmatites identified, supporting the expanded prospectivity of the Barrow Creek project area
    - Mineralised Zone has been extended to an area of 2.8km x 1.9km which remains open in all directions and where multiple LCT-type pegmatites were identified
- The soil sampling results have significantly increased the mineralisation trend further aiding the Company's future exploration design

Phase III Exploration – SE Barrow Creek project area

- During the period ended 30 June 2022, the Company completed an initial phase of exploration at the SE area of the Barrow Creek Project where significant pegmatite bodies have been identified and sampled
  - Results from the Phase III rock sampling campaign has identified three additional anomalous lithium bearing pegmatite zones
  - The program tested exposed pegmatites with 69 rock samples collected over a 6.2 km strike length
- A zone of outcropping and sub-cropping pegmatites have been mapped and sampled along a 5km corridor
- The Southern area of pegmatites (Area "A") are characterised by vuggy quartz and porphyritic textures and returned results including 212 ppm Li (456 ppm Li_2O)

- The Central area of pegmatites (Area "B") are characterised by brecciated quartz veins and basalt and returned results including 174 ppm Li (375 ppm Li_2O)

- The Northern area of pegmatites (Area "C") consists of numerous large pegmatite dykes and included minerals such as biotite, muscovite, tourmaline and garnet, along with the general felspar and quartz components

    - The results indicate a correlation between Lithium and several of its indicator minerals, including Tin, Tantalum and Niobium, as well as Silver, Molybdenum and Antimony

Planned Exploration Activities

- The results received from the Phase I, Phase II and Phase III exploration campaigns have been complied with all other data, and the design of the first drill campaign is now complete for the NW and SE project area, testing the Lithium potential of the recently discovered fertile pegmatites on the Barrow Creek Lithium Project

- Drilling will include a combination of Aircore, RAB and RC drilling testing the numerous targets that have been generated from the field based exploration

- Exploration Permits have been submitted to the Northern Territory Mines Department for the North-Western and South-Eastern portion of the Barrow Creek Lithium Project – upon grant the Company will mobilise and commence its inaugural RC drilling program expected during H2 of 2022

- Follow-up work is planned for the newly identified anomalism within the SE area of Barrow Creek as well as for the unexplored South-Central area of the project

    - Rock sampling and mapping campaign at the South-Central area of the project is planned for late August 2022

Yarrie Lithium Project, WA

- The Yarrie Lithium Project covers an area of >1,711 km^2 located in the Pilbara region of Western Australia with demonstrated geology analogues to the Wodgina and Pilgangoora world-class lithium projects

- The Yarrie Lithium Project is located near the Marble Bar Lithium Project owned by Kalamazoo Resources Limited (ASX: KZR) where an exploration joint venture agreement was recently entered into with Chilean-based major lithium producer SQM

- The Yarrie Lithium Project is less than 30 km from Global Lithium Resources Limited (ASX:GL1) Archer Lithium Deposit (Marble Bar Lithium Project) near Marble Bar containing 10.5MT @1.0% Li_2O

Hyperspectral Survey Campaign

- The Hyperspectral survey generated target maps for minerals related to LCT pegmatites and compared them to known Lithium-Tin-Tantalum (Li-Sn-Ta) occurrences in the region as an indicator for potential lithium mineralisation

    - Several high priority targets were identified within the Yarrie Lithium Project

    - On-ground exploration was completed during the period ended 30 June 2022 designed to field test the high priority exploration targets – compilation of the results is complete, and the Company has to date identified more than eleven (11) targets of which five (5) are considered high-priority

Reconnaissance Field Exploration Program

- During the period ended 30 June 2022, the Company completed an initial reconnaissance site visit of the Yarrie Lithium Project
    - Geological targeting has been completed to enable the systematic exploration of this large, highly-prospective, land holding which is surrounded by world-class hard-rock lithium deposits and mines
    - Phase II detailed project wide lithium exploration at Yarrie was completed during the period ended 30 June 2022

Phase I Target Generation

- Project wide targeting and geological modelling conducted by the Company during the period ended 30 June 2022 revealed several significant and high-priority exploration targets at the Yarrie Lithium Project
    - High-priority targets demonstrate the potential to host lithium mineralisation in pegmatites
- Previously completed Hyperspectral Survey and initial reconnaissance field program conducted by the Company identified multiple geological structures that warranted further follow up in the field – this work was completed during the period ended 30 June 2022
- The Company has developed a specific exploration model for the Yarrie Lithium Project
    - Extensive on-ground field exploration activities designed to delineate zones of anomalism for future testing was completed during the period ended 30 June 2022

Phase II Detailed Project Wide Lithium Exploration Program

- Project-wide mapping and sampling reconnaissance exploration campaign has been completed at the Yarrie Lithium Project during the period ended 30 June 2022
- A geological review revealed several significant and high-priority targets, which have all been inspected and sampled in the field, testing the prospectivity for lithium mineralisation
    - 129 Rock Samples and 238 Stream Sediment Samples were collected from all nine tenements
    - All areas of high priority, and several additional areas of interest identified in the field, were investigated in the field with multiple samples collected from each site
    - Multiple pegmatites were mapped
    - Field exploration program has successfully mapped the Yarrie Lithium Project designed to highlight areas of anomalism for future exploration campaigns
    - Favourable geological structures and lithological units were identified in the field analogues to other lithium deposits and mineralisation that has been identified elsewhere in the eastern Pilbara
- Results from the recent Phase II detailed project wide lithium exploration program were received subsequent to the end of the period ended 30 June 2022 with compilation and interpretation recently completed – an update to shareholders has been provided
    - The results of the Phase II exploration campaign have enabled the Company to generate more than eleven (11) target areas of which five (5) are considered high-priority based on underlying geology, sampled anomalism and structural features

- Target areas are based on identified lithium and LCT-type pegmatite pathfinder mineral anomalism resulting from the collection of stream sediment samples, soil samples and rock samples (Phase I and Phase II)

- Target areas correlate strongly with hyperspectral survey results and the surface geological mineralisation model developed by the Company

- Auger and RAB drilling grids have been designed across each of the five (5) high-priority anomalous target zones with further exploration to take place as soon as practicable

- The Company will now focus on expediting the granting of certain licences at Yarrie

"High-Grade Copper and Gold Mineralisation Identified on Surface Underpins the next phase of exploration – RC Drilling to commence"

Horry Copper-Gold Project, WA

Gold Loaming and Detailed Magnetic Survey

- During the period ended 30 June 2022, a detailed gold loaming survey was completed on the Horry Copper and Gold Project, located in Western Australia, to identify mineralisation trends and host lithologies

- A high-grade copper result of 4.33% Cu was identified 480m south-west of the main zone, extending the strike of the high-grade copper mineralisation to a potential 1.3km

- Gold loaming survey has successfully identified areas with increased gold anomalism, further extending the gold mineralised zones in addition to the already identified high-grade gold and copper mineralisation mapped on surface

    - Thirty-one gold nuggets were collected

    - Twenty sites with multiple gold flecks were identified by panning

- During the period ended 30 June 2022, a detailed magnetic survey over the Project has revealed multiple structures coincident with the source area identified by the gold loaming survey as well as other areas of significance that will be targeted with future work

- High grade copper results were reported during the period ended 30 June 2022, including 3.67% Cu, 3.13% Cu and 1.12% Cu (Phase I exploration program)

    - Copper mineralisation has been mapped over a strike length of more than 400m remaining open to the northeast and southwest

    - Copper mineralisation is supported by gold assay results up to 0.5 g/t Au

- Excellent gold results from rock chip samples located both around and away from known historic mining areas, including:

    - 13g/t Au from the area north of Martin's Find-South; and

    - 5.6g/t and 1.09g/t Au from the Mt Dockrell tailings historic site

- During the period ended 30 June 2022, the results from a follow-up exploration program were received, designed to further test the high priority areas identified by the results of the initial mapping program

- High-grade results from the Horry Horse copper mineralised area, including (Phase II exploration program):

- 8.5% Cu with 0.71 g/t Au and 42 g/t Ag
- 3.7% Cu with 0.63 g/t Au and 12 g/t Ag
- 1.0% Cu with 5 g/t Ag

  - Copper mineralisation is visible at the surface as Malachite in a shear and has been mapped over a strike length of more than 400m, remaining open to the northeast and southwest – total current mineralised strike length is 526m
  - Copper mineralisation is supported by assay results revealing coincident precious metal results and indicator minerals
  - The spatial distribution of the results indicates the potential for a more comprehensive or separate parallel mineralised zone, increasing future mineralisation potential
  - Historically, the area was mined for structurally controlled copper-gold mineralisation within a discrete shear

- Polymetallic mineralisation will also be further investigated by the Company
- Maiden drilling campaign is planned to be completed by the end of winter 2022 – RC drilling will commence early in September 2022

"Continued Gold and Precious Metals Exploration Provides an important hedge for the Company"

Burracoppin Gold Project, WA

- During the period ended 30 June 2022, the Company completed its second phase of RC drilling on the Burracoppin Gold Project, the results of which were received during the period ended 30 June 2022
  - A total of 12 holes for approximately 1,300m of RC drilling was completed as part of the Phase II program, with results including:
    - 8.5m @ 4.88 g/t Au from 19.5m in ABRC027, including
      - 2.5m @ 11.24 g/t Au from 19.5m
      - 2.5m @ 5.67 g/t Au from 26m

      and

      - 2m @ 2.15 g/t Au from 111m
      - 2m @ 1.20 g/t Au from 46m
    - 1m @ 13.2 g/t Au from 34m in ABRC028
    - 2m @ 1.42 g/t Au from 91m in ABRC021
    - 2m @ 1.44 g/t Au from 61m in ABRC032
    - 2m @ 1.14 g/t Au from 5m in ABRC024

    - Assay results from the Phase II drilling program have identified multiple sub-parallel mineralised units interpreted in the Project's first-ever 3D mineralisation model
    - Phase II successfully tested a second and parallel zone of mineralisation west of the main zone, substantially increasing the Project's potential
    - Potential strike length of mineralisation extended to more than 2.4km
    - Based on the results of the Phase I and II RC drilling programs, there is significant potential for a large gold endowment at the Burracoppin Gold Project
    - Phase II program was designed to follow up on the exploration success of the Phase I RC drilling program and targeted down-dip / plunge extensions of the mineralisation intersected in both the historic drilling and the Phase I RC program

- During the period ended 30 June 2022, the Company completed a historical data review which identified several anomalous near-surface gold results north of the Benbur Historic mine
    - During the period ended 30 June 2022, the Company collected surface soil (Lag) samples to validate the historical data and test for a potential mineralised strike extension
        - Seventy-two (72) surface soil (Lag) samples were collected:
            - Fifty samples (69%) represented results that were anomalous for gold with grades greater than 20 ppb Au
            - Fifteen samples (21%) represented results that were anomalous for gold with grades greater than 100 ppb Au
            - One sample returned a result of 2 g/t Au from a surface soil (Lag) sample, demonstrating a real potential for high-grade mineralisation in the area
    - Positive results from the surface sampling program include:
            - Duplicated historical anomalous gold results thereby validating the historical dataset
            - Confirmed the Company's interpreted mineralisation envelope by increasing the strike extent of the gold mineralisation to the north
                - High confidence in 1.1 km mineralised envelope continuing north from Benbur
            - This area has never been drill tested and has the potential to extend the overall strike of the mineralisation at Burracoppin to in excess of 3km

- Auger Drilling and Sampling Program tested additional interpreted mineralised zones over a 4km strike distance was completed during the period ended 30 June 2022
    - High-grade in-situ auger results up to 619 ppb Au received
    - Auger campaign has mapped gold mineralisation along a >4km strike length
    - Several anomalous zones are undrilled representing multiple significant drill targets for the next planned RC drilling campaign
    - Auger sampling results suggest an additional 600m mineralisation extension along strike to the north – within the overall >4km strike length now delineated

- mineralisation trends into an area that remains untested by historic drilling or gold workings
    - Auger sampling results validate and upgrade the potential of newly discovered mineralisation east of Benbur
    - Further significant gold anomalism was identified south of the Burracoppin workings near Lone Tree and Easter Gift

- Phase III RC drilling at the Burracoppin Gold Project was completed during the full year ended 30 June 2022 – assay results remain pending
    - 40 RC holes drilled for a total of 3,639m
    - Several targets tested:
        - Strike extensions of Burgess Find, Christmas Gift, Lone tree and Easter Gift mineralised zones
        - Previously untested geochemical gold anomalies
            - Depth extension of mineralisation intersected by ABRC027 (Phase 2) of 8.5m @ 4.88 g/t Au from 19.5m

- Results from previous phases drilled at the Burracoppin Gold Project include:
    - 4m @ 4.27 g/t Au from 25m in ABRC010 (Phase I)
    - 2m @ 2.38 g/t Au from 22m in ABRC013 (Phase I)
    - 3m @ 3.57 g/t Au from 40m in ABRC005 (Phase I)
    - 8.5m @ 4.88 g/t Au from 19.5m in ABRC027 (Phase II)
    - 1m @ 13.2 g/t Au from 34m in ABRC028 (Phase II)

Mt Maguire Gold and Base Metal Project, WA (100% owned)

- Planning for Phase I exploration underway for the Mt Maguire Gold and Base Metal project located along strike of Kalamazoo Resources Limited (ASX: KZR) Ashburton Project. The Kalamazoo Project has historical production of 350,00oz Au from 1998 until 2004 and contains a mineral reserve estimate (JORC 2012) of 20.8Mt @ 2.5g/t Au for 1.65Moz

- Exploration is due to commence shortly

Springdale Copper-Gold Project, NSW (100% owned)

- Planning for Phase I exploration underway for the Springdale Copper-Gold Project located in located in the Lachlan Fold Belt of NSW

- Springdale Project is situated along strike of the Junee Copper-Gold Porphyry Project held by DevEx Resources Limited (ASX: DEV) and to the east of the Temora Copper-Gold Deposits held by Sandfire Resources Limited (ASX: SFR)

- Springdale Project covers more than 30km strike of fertile volcanic and sedimentary stratigraphy

Corporate

- Annual General Meeting held on 22 December 2021 with all resolutions passed

- Completion of the Askari Metals Limited Loyalty Options Issue resulting in the issue of 8,398,759 AS2O listed options exercisable at 25 cents expiring on 31 October 2024 - the remaining balance of 2,231,551 AS2O listed options were issued as part of the shortfall allocation process

- During the Full Year Period Ended 30 June 2022, the Company completed a heavily oversubscribed placement to raise A$2.6 million

    - Placement was completed via the issue of fully paid ordinary shares at an issue price of A$0.35 per share with a 1-for-3 free attaching AS2O listed option

    - Placement was completed at a premium of 15% to both the 10-day and 15-day VWAP and a premium of 6.5% to the 5-day VWAP

- During the Full Year Period Ended 30 June 2022, Askari Metals commenced trading on the Frankfurt Stock Exchange under the symbol 7ZG

    - Askari has built an attractive portfolio of battery metals projects (Lithium + Copper) and joins other dual listed lithium exploration companies on the Frankfurt Exchange such as Neometals Ltd (ASX: NMT), European Metals Holdings Limited (ASX: EMH) and Vulcan Energy Resources Limited (ASX: VUL)

    - Axino Capital GmbH has been engaged to act as the Company's European Investor Relations partner

- During the Full Year Period Ended 30 June 2022, Askari Metals appointed lithium industry executive Mr Chris Evans to the Board of the Company

    - Mr Evans has a broad range of experience leading ASX listed Lithium explorers, developers and producers spanning the past seven years

    - Mr Evans has been appointed as a Technical Director - Lithium to complement the skills and expertise on the Board and provide guidance on the future development of the Company's lithium projects as well as promote the Company's lithium projects to key strategic investors and development partners

- During the Full Year Period Ended 30 June 2022, the Company held a general meeting of shareholders during which all resolutions were passed

- The Company continues to evaluate additional complementary opportunities particularly in the battery metals space within Australia and globally

Competent Person Statement

The information in this report that relates to Exploration Targets, Exploration Results or Mineral Resources is based on information compiled by Johan Lambrechts, a Competent Person who is a Member of the Australian Institute of Geoscientists. Mr. Lambrechts is a full-time employee/consultant of Askari Metals Limited, who has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr. Lambrechts consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Caution Regarding Forward-Looking Information

This document contains forward-looking statements concerning Askari Metals Limited. Forward-looking statements are not statements of historical fact and actual events and results may differ materially from those described in the forward-looking statements as a result of a variety of risks, uncertainties and other factors. Forward-looking statements are inherently subject to business, economic, competitive, political and social uncertainties and contingencies. Many factors could cause the Company's actual results to differ materially from those expressed or implied in any forward-looking information provided by the Company, or on behalf of, the Company. Such factors include, among other things, risks relating to additional funding requirements, metal prices, exploration, development and operating risks, competition, production risks, regulatory restrictions, including environmental regulation and liability and potential title disputes.

Forward looking statements in this document are based on the company's beliefs, opinions and estimates of Askari Metals Limited as of the dates the forward-looking statements are made, and no obligation is assumed to update forward looking statements if these beliefs, opinions and estimates should change or to reflect other future developments.

Impact of COVID-19

The impact of the Coronavirus (COVID-19) pandemic up to 30 June 2022 has resulted in travel restrictions within Australia which has limited the Company's ability to visit its projects and in particular the Springdale project in NSW, the lithium tenements in Queensland and the Barrow Creek Project, NT.

Environmental regulation

The Group is not subject to any significant environmental regulations under either Commonwealth or State legislation. The Board is not aware of any breach of environmental requirements as they apply to the Group. The Company remains in compliance with the environmental regulations of Australia.

Greenhouse Gas and Energy Data Reporting Requirements

The Group is cognisant of the reporting requirements under the Energy Efficiencies Opportunity Act 2006 or the National Greenhouse Energy Efficient Reporting Act 2007, and believes it has adequate processes in place to ensure compliance with these Acts.

Events occurring after the reporting period

Other than below, there have been no matters or circumstances which have arisen since 30 June 2022 that have significantly affected or may significantly affect:

(a) the operations, in financial years subsequent to 30 June 2022, of the Company,
(b) the results of those operations, or
(c) the state of affairs, in financial years subsequent to 30 June 2022, of the Company.

The impact of the Coronavirus (COVID-19) pandemic is ongoing and while it has not significantly impacted the entity up to 30 June 2022, it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation is rapidly developing and is dependent on measures imposed by the Australian Government and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and any economic stimulus that may be provided.

Information on directors
Details of the Board of Directors as at the date of this report are as follows:

Name	**Gino D'Anna** (appointed 20 November 2020)
Title	Executive Director
Qualifications	Bachelor of Commerce (Honours)
Experience	Mr D'Anna is a founding Director and Shareholder of the Company. Mr D'Anna has significant primary and secondary capital markets experience and has extensive experience in resource exploration, public company operations, administration and financial management. Mr D'Anna has experience in Canadian Government and First Nations relations in the mining sector and has worked in numerous jurisdictions including Australia, Botswana, Namibia and Canada. In addition, Mr D'Anna has been involved in the exploration and development of many projects including new discoveries and the continued development of existing discoveries. The Board considers that Mr D'Anna is not an independent director.
Other ASX Directorships	In the past 3 years Mr D'Anna has been an executive director of MetalsTech Limited (ASX: MTC) which is developing the Sturec Gold Mine in Slovakia, and also a director of Metals Australia Ltd (ASX: MLS) which is developing the high-grade open cut Lac Rainy Graphite Mine located in Quebec, Canada.
Special Responsibilities	Nil
Security Holdings	5,061,300 ordinary shares (held by a related trust) 2,000,301 options (held by a related trust) 2,800,000 performance rights (held by a related trust)

Information on directors (continued)

Name	**Robert Hartley Downey** (appointed 20 November 2020)
Title	Non-Executive Chairperson
Qualifications	B.Ed, LL.B (Hons)
Experience	Mr Downey was admitted as a barrister and solicitor of the Supreme Court of Western Australia in December 1999. In 2001 Mr Downey joined Blakiston & Crabb, an independent resource / corporate / commercial law firm based in Perth. While at Blakiston & Crabb, Mr Downey specialised in advising oil and gas and mining companies in relation to a wide range of legal issues, including initial public offerings; prospectuses for equity and debt raisings, takeovers and reverse takeovers, schemes of arrangement and other types of corporate transactions. Mr Downey also developed an expertise advising both Australian and foreign incorporated entities on dual listings and cross jurisdiction capital raising and listing rule advice particularly with respect to the TSX-V and AIM markets. Following this experience Mr Downey acted as General Counsel for a Canadian oil and gas exploration and production company with assets in Europe and Africa overseeing the dual listing on the TSX-V and AIM, the raising of £50 million and the subsequent takeover of the company by way of scheme of arrangement. The Board considers that Mr Downey is an independent director.
Other ASX Directorships	In the past 3 years Mr Downey has held directorships with Mt Malcolm Mines NL (ASX: M2M), Connexion Telematics Ltd (ASX: CXZ), Zeotech Ltd (ASX: ZEO) and Reach Resources Ltd (ASX:RR1).
Special Responsibilities	Chairperson
Security Holdings	300,000 ordinary shares (held by spouse) 195,000 Options (held by spouse) 1,150,000 performance rights (held by spouse)

Information on directors (continued)

Name	**Brendan Cummins** (appointed 20 November 2020)
Title	Non-Executive Director
Qualifications	BSc (Hons)
Experience	Mr Cummins has over 25 years of global experience in the minerals industry as both a mine and exploration Geologist. Mr Cummins graduated from The University of Western Australia with First Class Honours in Geology in 1993 and is a current member of the Australian Institute of Geoscientists (MAIG). Mr Cummins is a Competent Person across a broad range of commodities with the majority of his experience being in mineral exploration, resource discovery and definition, feasibility related studies, project evaluation and acquisition. During the early years of his career he had a strong focus on gold exploration but has since diversified working in base metals, bulk commodity and industrial minerals throughout Australia and locations overseas. Mr Cummins has worked in junior companies to mid tiers and in joint ventures with the majors, gaining an excellent appreciation for the dynamics and requirements of working in both small and large team environments. More recently Mr Cummins has been heavily involved in project development activities including stakeholder and Heritage engagement, liaison with regulatory bodies overseeing environmental and other statutory approvals engaging with the EPA, DWER, DMIRS (environment and safety) and associated technical studies. The Board considers that Mr Cummins is an independent director.
Other ASX Directorships	In the past 3 years Mr Cummins has also benn an Executive Director of ASX listed Black Canyon Ltd (ASX:BCA) and former Non–Executive Director of Cradle Resources Ltd (ASX:CXX).
Special Responsibilities	Technical Director
Security Holdings	525,000 ordinary shares (held by a related entity) 251,250 options (held by a related entity) 1,350,000 Performance Rights (held by a related entity)

Information on directors (continued)

Name	**David Greenwood** (appointed 15 July 2021)
Title	Non-Executive Director
Qualifications	BSc Honours Geology
Experience	Mr Greenwood has more than 30 years broad-based experience in the resources industry across a range of commodities including precious metals, base metals, industrial minerals, minerals sands and bulk commodities. Mr Greenwood was educated in the UK and worked internationally in the resources industry in exploration, production, marketing , business development and investment analysis. Mr Greenwood is currently Managing Director of ASX listed exploration company Orange Minerals NL. Mr Greenwood was also previously Executive General Manager for Straits Resources Linmited, where he was responsible for exploration, marketing, corporate affairs, investor relations and investments. Mr Greenwood has specific expertise in resources evaluation and financing, from exploration through mine development, in addition to business development, minerals marketing and investor relations. Mr Greenwood was previously CEO of ASX listed Godolphin Resources Limited (November 2019 to May 2021). Mr Greenwood has held Board positions with junior resource companies, including President (CEO) of Goldminco Corporation, a previously listed Canadian exploration company with assets in the Lachlan Fold Belt. The Board considers that Mr Greenwood is an independent director.
Other ASX Directorships	In the past 3 years Mr Greenwood has also been a Non-Executive Director of Argent Minerals Limited (ASX: ARD) (appointed 23 August 2021).
Special Responsibilities	Technical Director
Security Holdings	420,000 options 750,000 performance rights

Information on directors (continued)

Name	**Chris Evans** (appointed 14 February 2022)
Title	Non-Executive Director
Qualifications	Masters of Engineering Science, Construction Management, Bachelor of Engineering (Hons) and Graduate of the Australian Institute of Company Directors.
Experience	Mr Evans has a broad range of roles in project and mine development, both in Australia and Internationally, spanning various commodities. Mr Evans has previously managed the construction and subsequent operation of the Altura Mining Pilgangoora lithium project. Mr Evans has also been closely involved in establishing and maintaining key relationships with project finance and off-take partners within the lithium sector. These skills will be invaluable to the ongoing direction of the company. Mr Evans has a Civil Engineering background with over 20 years demonstrated success in managing large scale construction and mining development projects and operations in numerous jurisdictions including the United Kingdom, Africa, Papua New Guinea and Australia The Board considers that Mr Evans is an independent director.
Other ASX Directorships	Mr Evans is currently Managing Director of ASX listed, Canadian lithium focused, Winsome Resources Limited(ASX:WRI). Mr Evans was formerly a director of Mali Lithium Ltd (ASX:MLL) – now called Firefinch Ltd ASX:FFX)
Special Responsibilities	Technical Director - Lithium
Security Holdings	450,000 performance rights

Directors' Meetings

The following directors' meetings (including meetings of committees of directors) were held during the year and the number of meetings attended by each of the directors during the year were:

2022	Directors' meetings eligible to attend	Directors' meetings attended
Directors		
Gino D'Anna	2	2
Robert Downey	2	2
Brendan Cummins	2	1
David Greenwood	2	2
Chris Evans	1	1

The Board of Directors also conducted business via 7 Circular Resolutions.

The Company does not have separate committees for audit and risk, remuneration or nominations because the Board is not of a sufficient size or structure, reflecting that the Company's operations are not of a sufficient magnitude at this stage. The full Board performs the roles normally undertaken by these committees.

REMUNERATION REPORT (AUDITED)

The remuneration report details the key management personnel remuneration arrangements for the consolidate entity, in accordance with the requirements of the Corporations Act 2001 and its regulations.

Key management personnel are those persons having authority and responsibility for planning, directing and controlling activities of the entity, directly or indirectly, including directors.

The remuneration report is set out under the following main headings:

- A Principles used to determine the nature amount of remuneration
- B Remuneration structure
- C Details of remuneration
- D Share-based compensation
- E Additional statutory information
- F Additional disclosures relating to key management personnel

The information provided in this remuneration report has been audited as required by section 308(3C) of the Corporations Act 2001. The remuneration arrangements detailed in this report are for the key management personnel of the Group as follows:

Mr Gino D'Anna – Executive Director (appointed 20 November 2020)
Mr Robert Downey – Non-Executive Chairperson (appointed 20 November 2020)
Mr Brendan Cummins - Non-Executive Director (appointed 20 November 2020)
Mr David Greenwood - Non-Executive Director (appointed 15 July 2021)
Mr Chris Evans – Non-Executive Director (appointed 14 February 2022)

Use of remuneration consultants
The Company did not employ services of consultants to review its existing remuneration policies.

A. Principles used to determine nature and amount of remuneration
Key management personnel have authority and responsibility for planning, directing and controlling the activities of the Group. Key management personnel comprise the Directors of the Group and Executives of the Group. The performance of the Group depends upon the quality of its key management personnel. To prosper the Group must attract, motivate and retain appropriately skilled directors and executives.

The Group's broad remuneration policy is to ensure the remuneration package properly reflects the person's duties and responsibilities and that remuneration is competitive in attracting, retaining and motivating people of the highest quality. The Group does not engage the services of any remuneration consultants.

Executive remuneration
The Consolidated entity aims to reward executives based on their position and responsibility, with a level and mix of remuneration which has both fixed and variable components.

REMUNERATION REPORT (CONTINUED)

A. Principles used to determine nature and amount of remuneration (continued)

Non-executive directors remuneration

Fees and payments to non-executive directors reflect the demands and responsibilities of their role. Non-executive directors' fees and payments are reviewed annually by the Nomination and Remuneration Committee. The Board may, from time to time, receive advice from independent remuneration consultants to ensure nonexecutive directors' fees and payments are appropriate and in line with the market. The Chairperson's fees are determined independently to the fees of other non-executive directors based on comparative roles in the external market. The Chairperson is not present at any discussions relating to the determination of his own remuneration.

ASX listing rules require the aggregate non-executive directors' remuneration be determined periodically by a general meeting. The most recent determination was within the Company's Prospectus which was lodged with ASIC and ASX on 10 May 2021 and specifically at Section 10.2 of the Prospectus in which it determined that the maximum annual aggregate remuneration has been set at $400,000. This is also governed by the Company's Constitution.

B. Remuneration structure

Non-Executive remuneration arrangements

Remuneration and other terms of employment for key management personnel are formalised in appointment letters of agreements. Details of these agreements are as follows:

Common arrangements for all non-excutive directors

- Term - and will cease when director resigns, retires or is removed from office in accordance with the Company's constitution or the Corporations Act.
- Although service for Mr Downey and Mr Cummins commenced prior to the offer and listing of the Company on the ASX, no salary was paid.
- Any fees paid will in any event, be subject to annual review by the Board of the Company and approval by Shareholders (if required).
- The Company will reimburse non-executive directors for all reasonable expenses incurred in performing his duties.
- In addition to the remuneration to be paid, the Company will issue to non-executive directors (or their nominee) Performance Rights. The terms and conditions of the Performance Rights will be determined by the Board and shareholder approval will be required for the issue of the Performance Rights.

The individual aspects of appointment for each of the non-executive directors is listed below:

Name	**Mr Robert Downey**
Position	Non-Executive Chairperson
Date of letter of appointment	20 November 2020
Remuneration – base	A base fee of $48,000 per annum (plus GST)
Remuneration – other	For services beyond the typical scope of that as non-executive Chairperson at an hourly rate of $125 per hour (plus GST)
Performance rights	The Company issued to Mr Downey (or his nominee) 400,000 Class A Performance Rights and 400,00 Class B Performance Rights on 20 November 2020. Additional performance rights have been issued and approved at the 22 December 2021 annual general meeting and 9 May 2021 General meeting.

REMUNERATION REPORT (CONTINUED)
B. Remuneration structure (continued)

Name	**Mr Brendan Cummins**
Position	Non-Executive Technical Director
Date of letter of appointment	20 November 2020
Remuneration - base	A base fee of $36,000 per annum (plus GST)
Remuneration - other	For services beyond the typical scope of that as non-executive Director at an hourly rate of $165 per hour (plus GST)
Promoter Share Allocation	Issued 300,000 fully paid ordinary shares at an issue price of $0.001 per share. These shares are subject to 24 months escrow as required by the ASX until 6 July 2023
Performance rights	The Company issued to Mr Cummins (or his nominee) 500,000 Class A Performance Rights and 500,00 Class B Performance Rights on 20 November 2020. Additional performance rights have been issued and approved at the 22 December 2021 annual general meeting and 9 May 2021 General meeting.

Name	**Mr David Greenwood**
Position	Non-Executive Technical Director
Date of letter of appointment	15 July 2021
Remuneration - base	A base fee of $36,000 per annum (plus GST)
Remuneration - other	For services beyond the typical scope of that as non-executive Director at an hourly rate of $165 per hour (plus GST)
Sign-on options	Issued 300,000 sign-on unlisted options at a cost of $0.001 each with an exercise price of $0.27 and an expiry period two years from date of issue. The issue of these options has shareholder approval as at 22 December 2021.
Performance rights	Performance rights have been issued and approved at the 22 December 2021 annual general meeting and 9 May 2021 General meeting.

Name	**Mr Chris Evans**
Position	Non-Executive Technical Director
Date of letter of appointment	14 February 2022
Remuneration - base	A base fee of $42,000 per annum (plus GST)
Remuneration - other	For services beyond the typical scope of that as non-executive Director at an hourly rate of $140 per hour (plus GST)
Sign-on performance rights	Issued with 100,000 Performance Rights (Class H) The issue of these performance rights has shareholder approval as at 9 May 2022.
Performance rights	Performance rights have been issued and approved at 9 May 2021 General meeting.

REMUNERATION REPORT (CONTINUED)
B. Remuneration structure (continued)

Executive remuneration
The Consolidated entity aims to reward executives based on their position and responsibility, with a level and mix of remuneration which has both fixed and variable components.

Letter of Appointment with Mr Gino D'Anna (Commercial and Corporate Director)
On 17 November 2020, the Company and Mr Gino D'Anna entered into a letter of appointment whereby Mr D'Anna has been appointed as Commercial and Corporate Director of the Company on the following terms:

- Term - Mr D'Anna's service commenced on 17 November 2020 and will cease when he resigns, retires or is removed from office in accordance with the Company's constitution or the Corporations Act.

- Remuneration - Mr D'Anna is entitled to a base fee of $36,000 per annum. No salary or superannuation was accrued until completion of the Offer and listing of the Company on the ASX. Any fees paid to Mr D'Anna will in any event be subject to annual review by the Board of the Company and approval by Shareholders (if required). The Company will reimburse Mr D'Anna for all reasonable expenses incurred in performing his duties.

- Mr D'Anna is entitled to charge the Company for professional consulting and corporate advisory services beyond the typical scope of that as commercial and corporate director at an hourly rate of $125 per hour (plus GST).

- Performance Rights- In addition to the remuneration to be paid, the Company has issued to Mr D'Anna (or his nominee) 400,000 Class A Performance Rights and 400,000 Class B Performance Rights on the 20 November 2020. Additional performance rights have been issued and approved at the 22 December 2021 annual general meeting and 9 May 2021 General meeting.

REMUNERATION REPORT (CONTINUED)
C. Details of remuneration

The key management personnel ("KMP") of the Group are the Directors of Askari Metals Limited detailed in the table below. Details of the remuneration of the Directors of the Group are set out below:

2022	Short-term benefits			Long-term benefits	Share-based payments			
	Cash Salary & Fees	Cash Bonus	Super-annuation	Long Service Leave	Equity-settled performance rights	Equity-settled options	Total	Remuneration linked to performance
	$	$	$	$	$	$	$	%
Non-Executive directors:								
Mr Downey	48,000	-	-	-	4,085	-	52,085	7.8
Mr Cummins	40,620	-	-	-	4,091	-	44,711	9.2
Mr Greenwood	34,500	-	-	-	7,766	21,653	63,919	46.0
Mr Evans	17,500	-	-	-	8,214	-	25,714	31.9
Executive directors:								
Mr D'Anna	166,200	-	-	-	23,244	-	189,444	12.3
Total	306,820	-	-	-	47,400	21,653	375,873	

No cash remuneration was paid to directors in the period from incorporation (20 November 2020) until 30 June 2021. Three directors did receive performance rights on 20 November 2020 with the performance rights expiring within two years (Class A) and three years (Class B) from the date of admission to ASX which was 7 July 2021. An expense for the value of the performance rights will be recognized commencing from 7 July 2021.

In summary there is no remuneration of directors to be reported in the period from incorporation (20 November 2020) until 30 June 2021.

2021	Short-term benefits			Long-term benefits	Share-based payments			
	Cash Salary & Fees	Cash Bonus	Super-annuation	Long Service Leave	Equity-settled performance rights	Equity-settled options	Total	Remuneration linked to performance
	$	$	$	$	$	$	$	%
Non-Executive directors:								
Mr Downey	-	-	-	-	-	-	-	-
Mr Cummins	-	-	-	-	-	-	-	-
Executive directors:								
Mr D'Anna	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-

REMUNERATION REPORT (CONTINUED)

D. Share-based Compensation

Issue of performance rights

The terms and conditions of each grant of performance rights over ordinary shares affecting remuneration of directors and other key management personnel in this financial year or future reporting years are as follows:

Market related performance rights

The fair value of the unlisted options issued were based on the following:

Type of performance right:	**Class H**	**Class L**	**Class M**
Valuation date	09/05/22	09/05/22	09/05/22
Spot price $	0.5050	0.5050	0.5050
Barrier price $	0.50	0.558	0.60
Expiry date	14/02/24	08/05/24	08/05/25
Risk free rate	2.78%	2.78%	3.04%
Volatility factor	100%	100%	100%
Fair value per performance right $	0.5050	0.4762	0.4822

Market related performance rights were valued using Hoadly Trading and Investment Tool Barrier 1 valuation model. Further information on Hoadley's employee option valuation models can be found at www.hoadley.net. The model takes into account the above assumptions.

Non-market related performance rights

The Company did an assessment for each non-market performance based milestone and concluded, as all the projects were still at the greenfields/early exploration stage, there was insufficient data and understanding of mineralisation to make a determination that it was likely that the performance rights milestones could be achieved. Consequently no value has been assigned to them at this time. The Company will reassess this position every 6 months, in line with statutory reporting requirements and in accordance with AASB 2 – Share Based Payments. The vesting conditions are described further in this section.

The exception to the above was for Class A performance rights. It was assessed by the Company that it was likely that the milestones could be achieved.

Type of performance right:	**Class A**	**Class A**	**Class B**	**Class B**
Date granted	20/11/20	22/12/21	20/11/20	22/12/21
Share price at date granted/contract date $	0.0005	0.175	0.0005	0.175

Type of performance right:	**Class I**	**Class J**	**Class K**
Date granted	09/05/22	09/05/22	09/05/21
Share price at date granted/contract date $	0.505	0.505	0.505

Valuation of non-market related performance rights are valued at the share price on day they are granted. Value is only assigned when the non-market related condition is likely to occur.

REMUNERATION REPORT (CONTINUED)
Share-based Compensation (continued)

The amount of vesting expense of each grant of performance rights over ordinary shares affecting remuneration of directors and other key management personnel in this financial year or future reporting years are as follows:

Performance rights issued to	Number of performance rights issued	Class	Valuation	Value of amortised to 30 June 2022
Mr D'Anna	400,000	A	$200	$21
Mr Downey	400,000	A	$200	$21
Mr Cummins	500,000	A	$250	$27
Mr Greenwood	200,000	A	$35,000	$3,702
Mr D'Anna	400,000	B	$200	-
Mr Downey	400,000	B	$200	-
Mr Cummins	500,000	B	$250	-
Mr Greenwood	200,000	B	$35,000	-
Mr Evans	100,000	H	$50,500	$4,149
Mr D'Anna	400,000	I	$202,000	-
Mr Downey	70,000	I	$35,350	-
Mr Cummins	70,000	I	$35,350	-
Mr Greenwood	70,000	I	$35,350	-
Mr Evans	70,000	I	$35,350	-
Mr D'Anna	400,000	J	$202,000	-
Mr Downey	70,000	J	$35,350	-
Mr Cummins	70,000	J	$35,350	-
Mr Greenwood	70,000	J	$35,350	-
Mr Evans	70,000	J	$35,350	-
Mr D'Anna	400,000	K	$202,000	-
Mr Downey	70,000	K	$35,350	-
Mr Cummins	70,000	K	$35,350	-
Mr Greenwood	70,000	K	$35,350	-
Mr Evans	70,000	K	$35,350	-
Mr D'Anna	400,000	L	$190,480	$9,220
Mr Downey	70,000	L	$33,334	$1,613
Mr Cummins	70,000	L	$33,334	$1,613
Mr Greenwood	70,000	L	$33,334	$1,613
Mr Evans	70,000	L	$33,334	$1,613
Mr D'Anna	400,000	M	$192,880	$14,004
Mr Downey	70,000	M	$33,754	$2,451
Mr Cummins	70,000	M	$33,754	$2,451
Mr Greenwood	70,000	M	$33,754	$2,451
Mr Evans	70,000	M	$33,754	$2,451
Value of amortised to 30 June 2022	**6,500,000**		**$1,803,712**	**$47,400**

REMUNERATION REPORT (CONTINUED)
D. Share-based Compensation (continued)

The Performance Rights were issued on 20 November 2020 and have the following milestones attached to them:

Class A: the Class A Performance Rights will convert into Shares (on a 1:1 basis) upon:

(a) the Company announcing no less than five (5) drill holes each intersecting a minimum gram per metre interval of 8 gram/metre on any of the Gold Projects currently held by the Company (where "Gold Projects" is defined as the Springfield Copper-Gold Project, the Springdale Copper-Gold Project, the Mt Maguire Gold Project or the Burracoppin Gold Project); or

(b) the Company announcing no less than five (5) drill holes each intersecting a minimum percent per metre interval of 4 percent/metre on any of the Copper Projects currently held by the Company (where "Copper Projects" is defined as the Horry Copper Project and the Callawa Copper Project). in each case in accordance with the JORC Code and as verified by an independent competent person under the JORC Code (Class A Milestone), with the Class A Performance Rights expiring on the date that is two (2) years from the date of Admission if the Class A Milestone is not achieved.

Class B: the Class B Performance Rights will convert into Shares (on a 1:1 basis) upon:
the Company announcing a JORC (2012) compliant Mineral Resource of gold, as verified by an independent competent person under the JORC Code, of at least 50,000 ounces at a grade of not less than 2g/t Au on any of the Gold Projects currently held by the Company (where "Gold Projects" is defined as the Springdale Gold Project, the Mt Maguire Gold Project and/or the Burracoppin Gold Project) (Class B Milestone), with the Class B Performance Rights expiring on the date that is three (3) years from the date of Admission if the Class B Milestone is not achieved.

The Class A & B rights issued to Mr Greenwood on 22 December 2021 has the same vesting criteria.

The Class I, J, K, L and M Performance Rights were issued on 9 May 2022 and have the following milestones attached to them:

Class H: the Class H Performance Rights will convert into an equivalent number of Shares upon the Company achieving a 20 day Volume Weighted Average Price (VWAP) of its securities as traded on the ASX of not less than 50 cents per share. This hurdle must be achieved by 14 February 2024.

Class I: the Class I Performance Rights will convert into an equivalent number of Shares upon achievement of the Company collecting not less than 15 rock samples (Cumulative) from any of its lithium projects defineds as either Red Peak Lithium Project, the Yarrie Lithium Project, or the Barrow Creek Lithium Project, that exhibit the mineralogical composition of an LCT pegmatite with geochemistry results of not less than 180PPm Li, 50pp Cs, 15ppm Ra and 700pm Rb. This hurdle must be achieved within 2 years from the date of grant of the Performance Right.

Class J: the Class J Performance Rights will convert into an equivalent number of Shares upon achievement by the Company, of completion of an RC Drilling program at any of its lithium projects defined as either Red Peak Lithium Project, the Yarrie Lithium Project, or the Barrow Creek Lithium Project. Where the RC drilling program intersects a mineralised interval of not less than 5M @1% Li_2O across not less than three (3) indivifual drill holes. This hurdle must be achieved within 3 years from the date of grant of the Performance Right.

REMUNERATION REPORT (CONTINUED)
D. Share-based Compensation (continued)

Class K: the Class K Performance Rights will convert into an equivalent number of Shares upon achievement by the Company of a JORC (or N143-101) compliant resource of >1,500,000 tonnes @>0.8% Li_2O at any of its lithium projects defineds as either Red Peak Lithium Project, the Yarrie Lithium Project, or the Barrow Creek Lithium Project. This hurdle must be achieved within 3 years from the date of grant of the Performance Right.

Class L: the Class L Performance Rights will convert into an equivalent number of Shares upon achievement by the Company of a market capitalisation of not less than $30 million. This hurdle must be achieved within 2 years from the date of grant of the Performance Right.

Class M: the Class M Performance Rights will convert into an equivalent number of Shares upon achievement by the Company of a 20-day VWAP shareprice >$0.60 within 3 years from the date of grant of the Performance Right.

Issue of options
The terms and conditions of each grant of options over ordinary shares affecting remuneration of directors and other key management personnel in this financial year or future reporting years are as follows:

Name	Number of options	Grant date	Vesting date and exercisable date	Expiry date	Exercise price	Fair Value per option at grant date
Mr Greenwood	300,000	22/12/21	22/12/21	29/12/23	$0.27	$21,653

Options granted carry no dividend or voting rights.

All options were granted over unissued fully paid ordinary shares in the company. The number of options granted was detailed in Mr Greenwood's letter of appointment, detailed in "B. Remuneration structure - *Non-Executive remuneration arrangements*". Options are exercisable by the holder as from the vesting date. There has not been any alteration to the terms or conditions of the grant since the grant date. Mr Greenwood paid $300 in relation to the granting of the options with no other amount payable other than on their potential exercise. The valuation assumptions of the options are detailed in Note 30 of the annual report. The Black-scholes option model was used to value the unlisted options.

Values of options over ordinary shares, granted, exercised and lapsed for directors and key management personnel as part of compensation during the year ended 30 June 2022 are set out as follows:

Name	Value of options granted during the year	Value of options exercised during the year	Value of options lapsed during the year	Renuneration consisting of options for the year
Mr Greenwood	$21,653	-	-	34%

No other directors received options as remuneration this year.

REMUNERATION REPORT (CONTINUED)

E. Additional statutory information

The losses of the Consolidated entity for the two years to 30 June 2022 are summarised below:

	2022	**2021**
(Loss) after income tax	($2,253,389)	($370,537)

The factors that are considered to affect total shareholders return are summarised below:

	2022	**2021**
Share price at financial year end	$0.235	$0.200
Total dividends declared	-	-
Basic loss per share	($0.049)	($0.035)

Company's Annual General Meeting
The Company's first Annual General Meeting will be held later this year.

F. Additional disclosures relating to key management personnel

Share holdings
The numbers of shares in the Company held during the financial year by each Director and other key management personnel of the Group are set out below.

2022	**Balance at the start of the year**	**Received as Remuneration**	**Purchased during year**	**Disposals**	**Balance at the end of the year**
KMP					
Mr D'Anna[1]	4,850,000	-	211,300	-	5,061,300
Mr Downey[2]	300,000	-	-	-	300,000
Mr Cummins[3]	525,000	-	-	-	525,000
Mr Greenwood[4]	-	-	-	-	-
Mr Evans[5]	-	-	-	-	-
	5,675,000	-	211,300	-	5,886,300

[1] Includes shares held by a related trust
[2] Includes shares held by spouse
[3] Includes shares held by a related entity
[4] Mr Greenwood was appointed on 15 July 2021
[5] Mr Evans was appointed on 14 February 2022

Other transactions with key management personnel and their related parties
There were no related party transactions with key management personnel.

REMUNERATION REPORT (CONTINUED)

F. Additional disclosures relating to key management personnel (continued)

Performance Rights holdings

The numbers of performance rights in the Company held during the financial year by each Director and other key management personnel of the Group are set out below.

2022	Balance at the start of the year	Received as Remuneration	Addition	Disposals	Balance at the end of the year
KMP					
Mr D'Anna[1]	800,000	2,000,000	-	-	2,800,000
Mr Downey[2]	800,000	350,000	-	-	1,150,000
Mr Cummins[3]	1,000,000	350,000	-	-	1,350,000
Mr Greenwood[4]	-	750,000	-	-	750,000
Mr Evans[5]	-	450,000	-	-	450,000
	2,600,000	3,900,000	-	-	6,500,000

[1] Includes shares held by a related trust
[2] Includes shares held by spouse
[3] Includes shares held by a related entity
[4] Mr Greenwood was appointed on 15 July 2021
[5] Mr Evans was appointed on 14 February 2022

Option holdings

The numbers of options in the Company held during the financial year by each Director and other key management personnel of the Group are set out below.

2022	Balance at the start of the year	Received as Remuneration	Puchased as loyalty options	Disposals	Balance at the end of the year
KMP					
Mr D'Anna[1]	-	-	2,000,301	-	2,000,301
Mr Downey[2]	-	-	195,000	-	195,000
Mr Cummins[3]	-	-	251,250	-	251,250
Mr Greenwood[4]	-	300,000	120,000	-	420,000
Mr Evans	-	-	-	-	-
	-	300,000	2,566,551	-	2,866,551

[1] Includes shares held by a related trust
[2] Includes shares held by spouse
[3] Includes shares held by a related entity
[4] Mr Greenwood was appointed on 15 July 2021

End of Audited Remuneration Report

Shares under option

Unissued ordinary shares of Askari Metals Limited under option at the date of this report are as follows:

Expiry date	Exercise price	Balance at start of year	Issued up to the date of this report	Converted/ Cancelled or lapsed	Balance at the date of this report
25 June 2024	$0.25	2,500,000	-	-	2,500,000
25 June 2023	$0.25	281,250	-	-	281,250
6 September 2023	$0.25	-	200,000	(120,000)	80,000
31 October 2024 *	$0.25	-	14,094,315	(724,703)	13,369,612
29 December 2023	$0.27	-	300,000	-	300,000
		2,781,250	14,594,315	(844,703)	16,530,862

* Listed options

Indemnification of officers

During the financial year the Group paid a premium of $25,699 to insure the directors and officers of the Company and its Australian based controlled entities against a liability incurred as such a director or officer to the extent permitted by the Corporations Act 2001.

The Group has not otherwise, during or since the financial year, indemnified or agreed to indemnify an officer or auditor of the Group against a liability incurred as such as an officer or auditor.

Indemnification of auditors

No indemnities have been given or insurance premiums paid, during or since the end of the period, for any person who is or has been an auditor of the Company.

Auditor's independence declaration

The auditor's independence declaration as required under section 307C of the Corporations Act 2001 can be found on page 35.

Non-Audit Services

Details of the non-audit services provided to the Group from entities related to the Company's external auditor HLB Mann Judd (WA Partnership) during the year ended 30 June 2022 are outlined in the following table. The Directors are satisfied that the provision of non-audit services is compatible with the general standard of independence for auditors imposed by the Corporations Act 2001. The nature and the scope of each type of non-audit service provided means that auditor independence was not compromised.

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

	30-June-22	**30-June-21**
	$	**$**
Other services – HLB Mann Judd (WA Partnership)		
Preparation of tax return	4,750	-
Provision of Independent Limited Assurance Report for the Company's Prospectus	-	10,100
	4,750	10,100

Proceedings on behalf of the Company

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

This report is made in accordance with a resolution of the directors, pursuant to section 298(2)(a) of the Corporations Act 2001.

On behalf of the directors

Gino D'Anna
Director
23 August 2022

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the audit of the consolidated financial report of Askari Metals Limited for the year ended 30 June 2022, I declare that to the best of my knowledge and belief, there have been no contraventions of:

a) the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and

b) any applicable code of professional conduct in relation to the audit.

Perth, Western Australia	**D I Buckley**
23 August 2022	**Partner**

	Notes	30-June-22	30-June-21
		$	$
Revenue			
Other revenue		-	-
		-	**-**
Expenses			
Administration expense	7	(1,032,100)	(62,462)
Share based payment expense	7	(158,666)	-
Depreciation expense	7	(52,594)	-
Finance expense	7	(7,647)	-
Loss on sale of property, plant & equipment	7	(6,410)	-
Exploration – Employee on-costs and expense		(175,383)	(42,887)
Exploration and evaluation expense	7	(638,541)	-
Exploration costs written off	7	(103,658)	(89,420)
Prospectus and IPO costs		(78,390)	(175,768)
Loss from continuing operations before income tax		**(2,253,389)**	**(370,537)**
Income tax expense	5	-	-
Loss from continuing operations after income tax		**(2,253,389)**	**(370,537)**
Other comprehensive income, net of tax			
Items that may be reclassified subsequently to profit or loss:		-	-
Total comprehensive loss for the period		**(2,253,389)**	**(370,537)**
		Cents	
Loss per share from continuing operations attributable to the ordinary equity holders of the Company:			
Basic and diluted loss per share	20	(4.87)	(3.50)

The Consolidated Statement of Profit or Loss and Other Comprehensive Income is to be read in conjunction with the accompanying notes.

	Notes	30-June-22	30-June-21
		$	$
ASSETS			
Current Assets			
Cash and cash equivalents	8	4,352,794	5,802,892
Trade and other receivables	9	300,106	97,879
Total Current Assets		**4,652,900**	**5,900,771**
Non-Current Assets			
Exploration and evaluation expenditure	11	2,326,716	763,531
Property, plant & equipment	10	178,076	-
Right-of-use asset	12	92,984	-
Security deposit		23,200	10,000
Total Non-Current Assets		**2,620,976**	**773,531**
TOTAL ASSETS		**7,273,876**	**6,674,302**
LIABILITIES			
Current Liabilities			
Trade and other payables	13	250,406	609,112
Provisions	16	39,830	-
Lease liability	15	34,792	-
Borrowings	14	-	23,750
Total Current Liabilities		**325,028**	**632,862**
Non-Current Liabilities			
Lease liability	15	58,192	-
Total Non-Current Liabilities		**58,192**	**-**
TOTAL LIABILITIES		**383,220**	**632,862**
NET ASSETS		**6,890,656**	**6,041,440**
EQUITY			
Share capital	17	9,103,920	6,162,618
Reserves	18	410,662	249,359
Accumulated losses	19	(2,623,926)	(370,537)
TOTAL EQUITY		**6,890,656**	**6,041,440**

The Consolidated Statement of Financial Position is to be read in conjunction with the accompanying notes.

ASKARI METALS LIMITED
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2022

	Share Capital $	Reserves $	Accumulated Losses $	Total Equity $
Balance at 1 July 2021	6,162,618	249,359	(370,537)	6,041,440
Loss for year	-	-	(2,253,389)	(2,253,389)
Total comprehensive loss for the year	-	-	(2,253,389)	(2,253,389)
Transactions with owners in their capacity as owners:				
Issue of shares - capital raising	2,600,000	-	-	2,600,000
Issue of loyalty options	-	21,261	-	21,261
Issue of sign-on options	-	40,622	-	40,622
Conversion of options	211,176	-	-	211,176
Options issued to lead manager	-	78,503	-	78,503
Payment to contractor	120,000		-	120,000
Purchase of exclusivity option	100,000	-	-	100,000
Purchase of Talga East tenement	75,000	-	-	75,000
Issue of performance rights	-	59,404	-	59,404
Conversion of performance rights to shares	58,940	-	-	58,940
Expense of raising capital & options	(223,814)	(38,487)	-	(262,301)
At 30 June 2022	**9,103,920**	**410,662**	**(2,623,926)**	**6,890,656**

	Share Capital $	Options Reserve $	Accumulated Losses $	Total Equity $
Balance at 20 November 2020	5,950	-	-	5,950
Loss for year	-	-	(370,537)	(370,537)
Total comprehensive loss for the year	-	-	(370,537)	(370,537)
Transactions with owners in their capacity as owners:				
Issue of seed share capital	320,000	-	-	320,000
Issue of IPO share capital	5,729,200	-	-	5,729,200
Cash capital raising costs	(358,752)	-	-	(358,752)
Share issued to lead manager	90,000	-	-	90,000
Options issued to lead manager	(228,780)	228,780	-	-
Capital raising cost – lead manager shares	(90,000)	-	-	(90,000)
Issue of shares to acquire projects	695,000	-	-	695,000
Option issued to acquire project	-	20,579	-	20,579
At 30 June 2021	**6,162,618**	**249,359**	**(370,537)**	**6,041,440**

The Consolidated Statement of Changes in Equity is to be read in conjunction with the accompanying notes.

	Notes	30-June-22	30-June-21
		$	$
Cash flows from operating activities			
Payment to suppliers and employees (includes GST)		(1,859,658)	(146,028)
Interest paid on finance		(7,647)	
Net cash (outflows) from operating activities	26	**(1,867,305)**	**(146,028)**
Cash flows from investing activities			
Payments for exploration and evaluation expenditure		(1,442,449)	-
Purchase of property, plant & equipment		(219,592)	-
Purchase of subsidiary		-	(103,968)
Payments for application for tenements		(140,448)	-
Security deposit		(13,200)	(10,000)
Incorporation costs		-	(1,012)
Net cash (outflows) from investing activities		**(1,815,689)**	**(114,980)**
Cash flows from financing activities			
Proceeds from issue of shares		2,600,000	6,055,150
Payment for capital raising costs		(554,691)	(15,000)
Proceeds from exercise of options		211,176	-
Proceeds from issue of options		21,561	-
Payment for issue of options costs		(7,233)	-
Lease payments		(14,167)	-
Repayment of loan		(23,750)	23,750
Net cash inflows from financing activities		**2,232,896**	**6,063,900**
Net (decrease)/increase in cash and cash equivalents		**(1,450,098)**	**5,802,892**
Cash and cash equivalents at beginning of financial year		5,802,892	-
Cash and cash equivalents at the end of the financial year	8	**4,352,794**	**5,802,892**

The Consolidated Statement of Cash Flows is to be read in conjunction with the accompanying notes.

NOTE 1: REPORTING ENTITY

Askari Metals Limited (the "Company" or "Askari") is a Company limited by shares incorporated in Australia whose shares are publicly traded on the Australian Securities Exchange Limited ("ASX"). The address of its registered office and principal place of business are disclosed in the Corporate Directory at the beginning of the Annual Report.

Askari Gold Limited was incorporated on 20 November 2020 and on 23 February 2021 changed its name to Askari Metals Limited.

The financial statements were authorised for issue by the Board of Directors on 23 August 2022.

The nature of the operations and principal activities of the Group are described in the Directors' Report.

NOTE 2: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

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

a) New or amended Accounting Standards and Interpretations adopted

The Consolidated entity has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. There was no impact on accounting policies of the Consolidated entity.

Any new or amended Accounting Standards or Interpretations on issue that are not yet mandatory have not been early adopted and are not considered to have a material impact on the Consolidated entity.

b) Principles of consolidation

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of the Company as at 30 June 2022 and the results of all subsidiaries for the year then ended. Aksari Metals Limtied and its subsidiaries together are referred to in the these financial statements as the "Group" or "Consolidated entity".

Subsidiaries

Subsidiaries are all entities (including structured entities) over which the group has control. The group controls an entity when the group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity.

Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are de-consolidated from the date that control ceases.

Transactions eliminated on consolidation

Intercompany transactions, balances and unrealised gains on transactions between Group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of the impairment of the asset transferred.

Acquisition of Subsidiaries

The acquisition method of accounting is used to account for business combinations by the Group.

NOTE 2: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

c) Basis of preparation of the financial report

These financial statements are general purpose financial statements which have been prepared in accordance with Australian Accounting Standards (AASBs) (including Australian Interpretations) adopted by the Australian Accounting Standards Board (AASB) and the Corporations Act 2001. The consolidated financial statements comply with International Financial Reporting Standards (IFRSs) and interpretations adopted by the International Accounting Standards Board.

The consolidated financial statements were approved by the Board of Directors on the date the directors' report and declaration was signed. Askari Metals Limited is a for-profit entity for the purpose of preparing the financial statements.

Historical Cost Convention

The financial report has been prepared under the historical cost convention, except as modified by revaluations to fair value for certain classes of assets as described in the accounting policies.

Critical accounting estimates

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

Comparative information

This report presents the financial information for the year ended 30 June 2022. The comparatives are for the period from incorporation on 20 November 2020 until 30 June 2021.

Functional and presentation currency

The functional currency of the Company is measured using the currency of the primary economic environment in which the entity operates. The financial statements are presented in Australian dollars, which is the entity's functional currency.

d) Going concern

For the year ended 30 June 2022 the Group has incurred a net loss of $2,253,389 (2021: $370,537), experienced net cash outflows from operations of $1,867,305 (2021: $146,028) and net cash inflows from financing activities of $2,232,896 (2021: $6,063,900). As at 30 June 2022 the cash balance is $4,352,794 (2021: $5,802,892).

The Directors believe there are sufficient funds to meet the Group's planned exploration expenditure and ongoing working capital requirements for the relevant period.

e) Revenue recognition

Revenue is recognised when or as the Group transfers control of goods or services to a customer at the amount to which the Group expected to be entitled. If the consideration promised includes a variable amount, the Group estimates the amount of consideration to which it will be entitled.

Interest income is recognised on a time proportion basis using the effective interest method.

NOTE 2: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

f) Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Board of Directors.

g) Income tax

The charge for current income tax expenses is based on the profit for the year adjusted for any non-assessable or disallowed items. It is calculated using tax rates that have been enacted or are substantively enacted by the statement of financial position date.

Deferred tax is accounted for using the liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit equity.

Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary difference can be utilised. The amount of benefits brought to account or which may be released in the future is based on the assumption that no adverse change will occur in income taxation legislation and the anticipation that the Group will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

h) Current and non-current classification

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

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

A liability is classified as current when: it is either expected to be settled in normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

i) Cash and cash equivalents

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

NOTE 2: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

j) Financial instruments

Trade and other receivables are generally due for settlement within 30 days. They are presented as current assets unless collection is not expected for more than 12 months after the reporting date.

Trade and other receivables are recognised at amortised cost using the effective interest rate method, less any allowance for expected credit losses.

The Group assesses at each reporting date whether there is an expectation that a financial asset or group of financial assets is impaired. For trade and other receivables, the Group applies the simplified approach permitted by AASB 9 to determine any allowances for expected credit losses, which requires expected lifetime losses to be recognised from initial recognition of the receivables. The expected credit losses on these financial assets are estimated using a provision matrix based on the Group's historical credit loss experience. The amounts held in trade and other receivables do not contain impaired assets and are not past due. Based on the credit history of these trade and other receivables, it is expected that the amounts will be received when due.

The Group's financial risk management objectives and policies are set out in Note 22.

Due to the short-term nature of these receivables their carrying value is assumed to approximate their fair value.

Financial assets are recognised and derecognised on settlement date where the purchase or sale of an investment is under a contract whose terms require delivery of the investment within the time-frame established by the market concerned. They are initially measured at fair value, net of transaction costs, except for those financial assets classified as fair value through profit or loss, which are initially measured at fair value. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

The Group classifies its financial assets as either financial assets at fair value though profit or loss ("FVPL"), fair value though other comprehensive income ("FVOCI") or at amortised cost. The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

For investments in equity instruments, the classification depends on whether the Group has made an irrevocable election at the time of initial recognition to account for the equity investment at FVPL or FVOCI.

Financial assets at FVPL

For assets measured at FVPL, gains and losses will be recorded in profit or loss. The Group's derivative financial instruments are recognised at FVPL. Assets in this category are subsequently measured at fair value. The fair values of financial assets in this category are determined by reference to active market transactions or using a valuation technique where no active market exists.

Financial assets at OCI

For assets measured at FVOCI, gains and losses will be recorded in other comprehensive income. There is no subsequent reclassification of fair value gains and losses to profit or loss following the derecognition of the investment. Dividends from such investments continue to be recognised in profit or loss as other income when the Group's right to receive payments is established. Impairment losses (and reversal of impairment losses) on equity investments measured at FVOCI are not reported separately from other changes in fair value. The Group has elected to measure its listed equities at FVOCI.

Assets in this category are subsequently measured at fair value. The fair values of quoted investments are based on current bid prices in an active market. Refer to Note 22 for additional details.

NOTE 2: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

k) Property, plant and equipment

Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives as follows:

Exploration plant and equipment	2-5 years
Motor vehicles	7-12 years
Electronic equipment and computers	2-4 years
Office furniture and equipment	5-10 years

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

Leasehold improvements are depreciated over the unexpired period of the lease or the estimated useful life of the assets,whichever is shorter.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the Consolidated entity. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss. Any revaluation surplus reserve relating to the item disposed of is transferred directly to retained profits.

l) Right-of-use assets

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

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

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

m) Impairment of non-financial assets

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

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

NOTE 2: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

n) Exploration and evaluation expenditure

Exploration and evaluation expenditure incurred is accumulated in respect of each identifiable area of interest.

These costs are only carried forward to the extent that they are expected to be recouped through the successful development of the area or where activities in the area have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves.

Accumulated costs in relation to an abandoned area are written off in full against profit or loss in the year in which the decision to abandon the area is made.

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

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

Exploration and evaluation expenditure is assessed for impairment if sufficient data exists to determine technical feasibility and commercial viability or facts and circumstances suggest that the carrying amount exceeds the recoverable amount.

Exploration and evaluation expenditure is tested for impairment when any of the following facts and circumstances exist:

- The term of exploration licence in the specific area of interest has expired during the reporting period or will expire in the near future, and is not expected to be renewed;
- Substantive expenditure on further exploration for and evaluation of mineral resources in the specific area are not budgeted nor planned;
- Exploration for and evaluation of mineral resources in the specific area have not led to the discovery of commercially viable quantities of mineral resources and the decision was made to discontinue such activities in the specified area; or
- Sufficient data exist to indicate that, although a development in the specific area is likely to proceed, the carrying amount of the exploration and evaluation asset is unlikely to be recovered in full from successful development or by sale.
- Exploration for and evaluation of mineral resources in the specific area have not led to the discovery of commercially viable quantities of mineral resources and the decision was made to discontinue such activities in the specified area.

NOTE 2: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

o) Trade and other payables

Trade and other payables represent the liabilities at the end of the reporting period for goods and services received by the Group that remain unpaid. Due to the short-term nature of these payables their carrying amount is assumed to approximate their fair value.

Trade payables are recognised at their transaction price. Trade payables are obligations on the basis of normal credit terms.

p) Borrowings

Loans and borrowings are initially recognised at the fair value of the consideration received, net of transaction costs. They are subsequently measured at amortised cost using the effective interest method.

q) Lease liabilities

A lease liability is recognised at the commencement date of a lease.

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

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

r) Employee benefits

Short-term employee benefits

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

Other long-term employee benefits

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

Defined contribution superannuation expense

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

NOTE 2: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

s) Share-based payments

The Company provides benefits to employees (including directors) of the Company in the form of share-based payment transactions, whereby employees render services in exchange for shares or rights over shares ('equity-settled transactions'). The cost of these equity-settled transactions with employees is measured by reference to the fair value at the date at which they are granted.

The fair value is determined using an appropriate 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 volatility of the underlying share, the expected dividend yield and the risk-free interest rate for the term of the option. In valuing equity-settled transactions, no account is taken of any performance conditions, other than conditions linked to the price of shares of Askari Metals Limited ('market conditions'). (Refer Note 18 for further details).

For equity-settled share-based payment transactions, the Group will measure the goods or services received, and the corresponding increase in equity, directly, at the fair value of the goods or services received, unless that fair value cannot be estimated reliably. If the Group cannot estimate reliably the fair value of the goods or services received, the Group shall measure their value, and the corresponding increase in equity, indirectly, by reference to the fair value of the equity instruments granted.

t) Fair value measurement

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

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

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

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

u) Issued Capital

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

NOTE 2: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

v) Business combinations

The acquisition method of accounting is used to account for business combinations regardless of whether equity instruments or other assets are acquired.

The consideration transferred is the sum of the acquisition-date fair values of the assets transferred, equity instruments issued or liabilities incurred by the acquirer to former owners of the acquiree and the amount of any non-controlling interest in the acquiree. For each business combination, the non-controlling interest in the acquiree is measured at either fair value or at the proportionate share of the acquiree's identifiable net assets. All acquisition costs are expensed as incurred to profit or loss.

On the acquisition of a business, the Consolidated entity assesses the financial assets acquired and liabilities assumed for appropriate classification and designation in accordance with the contractual terms, economic conditions, the Consolidated entity's operating or accounting policies and other pertinent conditions in existence at the acquisition-date.

Where the business combination is achieved in stages, the Consolidated entity remeasures its previously held equity interest in the acquiree at the acquisition-date fair value and the difference between the fair value and the previous carrying amount is recognised in profit or loss.

Contingent consideration to be transferred by the acquirer is recognised at the acquisition-date fair value. Subsequent changes in the fair value of the contingent consideration classified as an asset or liability is recognised in profit or loss. Contingent consideration classified as equity is not remeasured and its subsequent settlement is accounted for within equity.

The difference between the acquisition-date fair value of assets acquired, liabilities assumed and any non-controlling interest in the acquiree and the fair value of the consideration transferred and the fair value of any pre-existing investment in the acquiree is recognised as goodwill. If the consideration transferred and the pre-existing fair value is less than the fair value of the identifiable net assets acquired, being a bargain purchase to the acquirer, the difference is recognised as a gain directly in profit or loss by the acquirer on the acquisition-date, but only after a reassessment of the identification and measurement of the net assets acquired, the non-controlling interest in the acquiree, if any, the consideration transferred and the acquirer's previously held equity interest in the acquirer.

w) Earnings per share

(i) Basic earnings per share

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

(ii) Diluted earnings per share

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

NOTE 2: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

x) Goods and Services Tax

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the taxation authority. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated with the amount of GST included. The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or liability in the statement of financial position.

Cash flows are included in the statement of cash flows on a gross basis. The GST components of cash flows arising from investing and financing activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.

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

NOTE 3: CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

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

Coronavirus (Covid-19) pandemic
Judgement has been exercised in considering the impacts that the Coronavirus (COVID-19) pandemic has had, or may have, on the Company based on known information. This consideration extends to the nature of the products and services offered, customers, supply chain, staffing and geographic regions in which the Company operates. Other than as addressed in specific notes, there does not currently appear to be either any significant impact upon the financial statements or any significant uncertainties with respect to events or conditions which may impact the Company unfavourably as at the reporting date or subsequently as a result of the Coronavirus (COVID-19) pandemic.

Share-based payments
The valuation of share-based payment transactions is measured by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined using valuation methods including the Black Scholes valuation model and the Binomial – barrier up and in model taking into account the terms and conditions upon which the instruments were granted.

The Group measures the cost of equity settled transactions with directors and employees by reference to the fair value of equity instruments at the date at which they are granted. Management have assessed that the achievement of the non-market performance conditions attached to the Performance Rights are ‘more likely than not’ for class A and C, and ‘less than likely’ for class B, E, G, I, J and K. The calculated fair value of the Performance Rights is expensed in the statement of profit or loss and other comprehensive income over the vesting period.

Fair value measurement hierarchy
The Group is required to classify all assets and liabilities, measured at fair value, using a three level hierarchy, based on the lowest level of input that is significant to the entire fair value measurement, being:

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

Considerable judgement is required to determine what is significant to fair value and therefore which category the asset or liability is placed in can be subjective. The fair value of assets and liabilities classified as level 3 is determined by the use of valuation models. These include discounted cash flow analysis or the use of observable inputs that require significant adjustments based on unobservable inputs.

NOTE 3: CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS (CONTINUED)

Estimation of useful lives of assets
The Consolidated entity determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

Income tax
The Consolidated entity is subject to income taxes in the jurisdictions in which it operates. Significant judgement is required in determining the provision for income tax. There are many transactions and calculations undertaken during the ordinary course of business for which the ultimate tax determination is uncertain. The Consolidated entity recognises liabilities for anticipated tax audit issues based on the Consolidated entity's current understanding of the tax law. Where the final tax outcome of these matters is different from the carrying amounts, such differences will impact the current and deferred tax provisions in the period in which such determination is made.

Recovery of deferred tax assets
Deferred tax assets are recognised for deductible temporary differences only if the Consolidated entity considers it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Lease term
The lease term is a significant component in the measurement of both the right-of-use asset and lease liability. Judgement is exercised in determining whether there is reasonable certainty that an option to extend the lease or purchase the underlying asset will be exercised, or an option to terminate the lease will not be exercised, when ascertaining the periods to be included in the lease term. In determining the lease term, all facts and circumstances that create an economical incentive to exercise an extension option, or not to exercise a termination option, are considered at the lease commencement date. Factors considered may include the importance of the asset to the Consolidated entity's operations; comparison of terms and conditions to prevailing market rates; incurrence of significant penalties; existence of significant leasehold improvements; and the costs and disruption to replace the asset. The Consolidated entity reassesses whether it is reasonably certain to exercise an extension option, or not exercise a termination option, if there is a significant event or significant change in circumstances.

Incremental borrowing rate
Where the interest rate implicit in a lease cannot be readily determined, an incremental borrowing rate is estimated to discount future lease payments to measure the present value of the lease liability at the lease commencement date. Such a rate is based on what the Consolidated entity estimates it would have to pay a third party to borrow the funds necessary to obtain an asset of a similar value to the right-of-use asset, with similar terms, security and economic environment.

Employee benefits provision
As discussed in note 1, the liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

NOTE 3: CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS (CONTINUED)

Lease make good provision
A provision has been made for the present value of anticipated costs for future restoration of leased premises. The provision includes future cost estimates associated with closure of the premises. The calculation of this provision requires assumptions such as application of closure dates and cost estimates. The provision recognised for each site is periodically reviewed and updated based on the facts and circumstances available at the time. Changes to the estimated future costs for sites are recognised in the statement of financial position by adjusting the asset and the provision. Reductions in the provision that exceed the carrying amount of the asset will be recognised in profit or loss.

Recoverability of deferred exploration and evaluation expenditure
Exploration and evaluation costs are carried forward where right of tenure of the area of interest is current. These costs are carried forward in respect of an area that has not at reporting date reached a stage that permits reasonable assessment of the existence of economically recoverable reserves. The Board and Management have assessed whether the carrying value of the Exploration and Evaluation Expenditure to be impaired. Refer to the accounting policy stated in note 2(n) and to note 11 for movements in the exploration and evaluation expenditure balance.

Asset acquisition not constituting a business
When an asset acquisition does not constitute a business combination, the assets and liabilities are assigned a carrying amount based on their relative fair values in an asset purchase transaction and no deferred tax will arise in relation to the acquired assets and assumed liabilities as the initial recognition exemption for deferred tax under AASB 112 applies. No goodwill will arise on the acquisition and transaction costs of the acquisition will be included in the capitalised cost of the asset.

In determining when an acquisition is determined to be an asset acquisition and not a business combination, significant judgement is required to assess whether the concentration test is passed, or the assets acquired constitute a business in accordance with AASB 3. Under AASB 3 a business is an integrated set of activities and assets that is capable of being conducted or managed for the purpose of providing a return, and consists of inputs and processes, which when applied to those inputs has the ability to create outputs.

NOTE 4: SEGMENT INFORMATION

Management has determined the operating segments based on the reports reviewed by the Board of Directors that are used to make strategic decisions. The Company operates only in one segment in Australia in the mineral exploration sector.

The Company owns tenements in the geographical locations of Australia. Other than this the group's assets comprise cash and minor receivables or prepayments.

NOTE 5: INCOME TAX EXPENSES

	Consolidated	
	30-June-22	30-June-21
	$	$
Reconciliation		
Accounting (loss) before tax from continuing operations	(2,253,389)	(370,537)
Income tax expense calculated at 30% (2021:26%)	(676,017)	(96,340)
Non-deductible expenses	48,222	-
Tax losses for which no deferred tax asset was recognised	999,679	-
Other deferred tax assets and tax liabilities not recognised	(371,885)	96,340
Income tax expense/(benefit) reported in the Statement of Profit and Loss and Other Comprehensive Income	**-**	**-**
Deferred tax assets comprise:		
Losses available for offset against future taxable income	1,212,421	96,340
Blackhole expenditure	53,359	-
Accrued expenses	13,950	-
Employee entitlements	11,949	-
Superannuation payable	5,446	-
Deferred gains and losses on foreign exchange	111	-
ROU leases	27,895	-
Deferred tax assets not recognised	(738,593)	(96,340)
	586,539	**-**
Deferred tax liabilities comprise:		
Exploration expenditure	(558,643)	-
ROU Assets	(27,895)	-
	(586,539)	**-**
Income tax not recognised directly to equity:		
Share issue costs	64,575	-
Deferred tax assets not recognised	(64,575)	-
	-	-

The tax benefits of the above deferred tax assets will only be obtained if:

a. The Consolidated entity derives future assessable income of a nature and of an amount sufficient to enable the benefits to be utilised;
b. The Consolidated entity continues to comply with the conditions for deductibility imposed by law; and
c. No changes in income tax legislation adversely affect the Consolidated entity from utilising the benefits.

NOTE 6: DIVIDENDS

There are no dividends declared or paid during the period ended 30 June 2022 (2021: $nil).

NOTE 7: EXPENSES

	Consolidated	
	30-June-22	30-June-21
	$	$
Depreciation expense		
Depreciation – Property, plant & equipment	35,106	-
Depreciation – Right-of-use asset	17,488	-
Total depreciation expense	**52,594**	**-**
Finance expense		
Finance Interest – Loan	1,329	-
Finance Interest – Lease for right-of-use asset	6,318	-
Total finance expense	**7,647**	**-**
Share-based payment expense		
Employee share-based payment expense	85,527	-
Key management share-based payment expense	69,053	-
Other share-based payment expense	4,086	-
Total share-based payment expense	**158,666**	**-**
Loss on sale of property, plant & equipment		
Write-off general expense	6,410	-
Total loss on sale of property, plant & equipment	**6,410**	**-**
Exploration costs written off		
Exploration costs written off	103,658	89,420
Total exploration costs written off	**103,658**	**89,420**
Administration expense		
Accounting and statutory expense	309,497	24,411
General administration expense	45,769	30,204
Corporate expense	184,911	7,847
Key management fees	302,200	-
Legal fees	22,083	-
Advisory – Geological	167,640	-
Total administration expense	**1,032,100**	**62,462**
Exploration and evaluation expense		
Exploration and application on pending tenements at Yarrie pending	222,359	-
Exploration - Barrow Creek tenement EL32804	122,729	-
Exploration - Red Peak E52/4025 tenement prior to granting 2 Feb 2022	92,111	-
Exploration and application for Queensland lithium tenements	53,668	-
Exploration - Mt Maguire tenement E47/4170 pending	37,480	-
Exploration - Mt Devell tenement E52/4010 prior to granting 1 Feb 2022	12,284	-
Exploration - Callawa tenement E45/5842 prior to granting 19 Jul 2021	4,872	-
Exploration - general expenses and new project assessments,	93,038	-
Total exploration and evaluation expense	**638,541**	-

NOTE 8: CASH AND CASH EQUIVALENTS

	Consolidated	
	30-June-22	30-June-21
	$	$
Cash at bank and in hand	4,352,794	5,802,892
Total cash and cash equivalents	**4,352,794**	**5,802,892**

NOTE 9: TRADE AND OTHER RECEIVABLES

	Consolidated	
	30-June-22	30-June-21
	$	$
Trade receivables (GST)	137,495	70,379
Other receivables	5,000	-
Prepayments	57,163	27,500
Prepayments (Rent for tenement applications)*	100,448	-
Total trade and other receivables	**300,106**	**97,879**

*Refundable if application is not successful.

Trade receivables past due but not impaired
There were no trade receivables past due nor impaired.

Fair value and credit risk
Due to the short-term nature of these receivables, their carrying amount is assumed to approximate their fair value. The maximum exposure to credit risk at the reporting date is the carrying amount of each class of receivables mentioned above. Refer to note 22 for more information on the risk management policy of the group and the credit quality of the Group's trade receivables.

NOTE 10: PROPERTY, PLANT AND EQUIPMENT

	Consolidated	
	30-June-22	30-June-21
	$	$
Property, plant & equipment – at Cost	210,804	-
Less: Accumulated Depreciation	(32,728)	
Total property, plant and equipment	**178,076**	**-**

Reconcilations
Reconcilations of the written down values at the beginning and end of the current and previous financial year are set out below:

	Office & Computer Equipment	Exploration Equipment	Motor Vehicles	Total
	$	$	$	$
Balance as at 20 November 2020	-	-	-	-
Balance at 30 June 2021	-	-	-	-
Additions				
Acquisitions	50,887	37,508	131,197	219,592
Less				
Depreciation	(16,612)	(13,093)	(5,401)	(35,106)
Disposals	(6,056)	(354)	-	(6,410)
Balance at 30 June 2022	**28,219**	**24,061**	**125,796**	**178,076**

NOTE 11: EXPLORATION AND EVALUATION

	Consolidated	
	30-June-22	**30-June-21**
	$	**$**
Exploration and evaluation expenditure	2,326,716	763,531
Total exploration and evaluation expenditure	**2,326,716**	**763,531**

Reconcilations

Reconcilations of the written down values at the beginning and end of the current and previous financial year are set out below:

	Consolidated	
	30-June-22	**30-June-21**
	$	**$**
Opening balance	763,531	-
Acquisition costs and exploration expenditure for exploration assets	1,529,343	275,453
Acquired with acquisition of subsidiary see Note 29	-	577,498
Purchase of tenement Talga East	137,500	-
Exploration cost written-off	(103,658)	(89,420)
Total exploration and evaluation expenditure	**2,326,716**	**763,531**

Exploration costs are only carried forward to the extent that they are expected to be recouped through the successful development or sale of the area or where activities in the area have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves and rights to tenure are current.

NOTE 12: RIGHT-OF-USE ASSET

The lease for premises has been accounted for as follows:

	Consolidated	
	30-June-22	**30-June-21**
	$	**$**
Opening balance	-	-
Commencement of right-of-use asset	174,889	-
Reassessment of lease term	(64,417)	-
Accumulated amortisation	(17,488)	-
Total right-of-use assets	**92,984**	**-**

NOTE 12: RIGHT-OF-USE ASSET (CONTINUED)

Reconcilations

Reconcilations of the written down values at the beginning and end of the current and previous financial year are set out below:

	Consolidated	
	30-June-22	**30-June-21**
	$	**$**
Opening balance	-	-
Additions	174,889	-
Less		
Reassessment of lease term	(64,417)	-
Amortisation	(17,488)	-
Total right-of-use assets	**92,984**	-

The Company signed an agreement to rent commercial offices in Prowse Street, West Perth. The rental agreement commenced on 1 January 2022, at which time the Company formed the view that it was likely that the option to extend the lease for a further 2 years tenancy would be exercised.

As at 30 June 2022, the Company implemented actions to streamline the operations of the Company and as a result is unable to predict with certainty that an additional tenancy term will be taken. The Company has taken a number of factors into account, including the stage of development of its projects and its staffing requirements.

NOTE 13: TRADE AND OTHER PAYABLES

	Consolidated	
	30-June-22	**30-June-21**
	$	**$**
Trade & other payables	133,456	564,112
Accrued expenses	63,480	45,000
Employee benefits	53,470	-
Total trade and other payables	**250,406**	**609,112**

Refer to note 22 for further information on financial instruments.

NOTE 14: BORROWINGS

	Consolidated	
	30-June-22	30-June-21
Short term - unsecured	$	$
Premium funding loan	-	25,078
Unexpired interest	-	(1,328)
Total loans	**-**	**23,750**

NOTE 15: LEASE LIABILITES

The lease for premises has been accounted for as follows:

	Consolidated	
	30-June-22	30-June-21
	$	$
Current liability	34,792	
Non-current liability	58,192	-
Total lease liability	**92,984**	**-**

Reconcilations

Reconcilations of the written down values at the beginning and end of the current and previous financial year are set out below:

	30-June-22	30-June-21
	$	$
Opening Balance	-	-
Lease for right-of-use asset	171,566	-
Add-back		
Interest	6,318	-
Less		
Repayments	(20,508)	-
Reassessment of lease term	(64,392)	-
Total lease liability	92,984	-

NOTE 16: PROVISIONS – EMPLOYEE BENEFITS

	Consolidated	
	30-June-22	30-June-21
	$	$
Provisions – employee benefits	39,830	-
Total provisions – employee benefits	**39,830**	**-**

NOTE 17: ISSUED CAPITAL

	Consolidated		Consolidated	
	30-June-22 $	30-June-22 Number	30-June-21 $	30-June-21 Number
Ordinary shares – fully paid	10,005,266	52,133,237	6,840,150	42,521,000
Cost of shares issued	(901,346)	-	(677,532)	-
Total issued capital	**9,103,920**	**52,133,237**	**6,162,618**	**42,521,000**

Movements in ordinary shares

Date	Details	$	Number of shares	Issue price
20/11/20	**Balance at incorporation**	**5,950**	**12,500,000**	**$0.0005**
05/02/21	Reduction of capital	-	(6,550,000)	-
31/03/21	Issue of seed capital	320,000	4,000,000	$0.0800
25/06/21	Issue of IPO shares	5,729,200	28,646,000	$0.2000
25/06/21	Shares issued to lead manager	90,000	450,000	$0.2000
25/06/21	Shares issued to acquire projects	145,000	725,000	$0.2000
25/06/21	Shares issued to acquire subsidiary	550,000	2,750,000	$0.2000
	Costs of shares issued	(677,532)	-	-
30/06/21	**Balance at end of the period**	**6,162,618**	**42,521,000**	
01/07/21	**Balance at beginning of the year**	**6,162,618**	**42,521,000**	
18/10/21	Shares issued to contractor	120,000	545,454	$0.2200
31/01/22	Issue of capital raising shares	2,600,000	7,428,571	$0.3500
22/03/22	Conversion of Class D performance rights	29,614	200,000	$0.1481
23/03/22	Shares issued for Barrow Creek tenement option	100,000	269,542	$0.3710
04/05/22	Conversion of Class F performance rights	29,326	200,000	$0.1466
23/05/22	Shares issued to acquire project	75,000	123,967	$0.6050
	Exercise of options	211,176	844,703	$0.2500
	Cost of shares issued	(223,814)	-	-
30/06/22	**Balance at end of year**	**9,103,920**	**52,133,237**	

Ordinary shares

Ordinary shares entitle the holder to participate in dividends and the proceeds on the winding up of the company in proportion to the number of and amounts paid on the shares held. The fully paid ordinary shares have no par value and the company does not have a limited amount of authorised capital.

On a show of hands every member present at a meeting in person or by proxy shall have one vote and upon a poll each share shall have one vote.

NOTE 17: ISSUED CAPITAL (CONTINUED)

Share buy-back

There is no current on-market share buy-back.

Capital risk management

When managing capital, management's objective is to ensure the Company continues as a going concern as well as to maintain optimal returns to shareholders and benefits for other stakeholders. This is achieved through the monitoring of historical and forecast performance and cash flows.

Capital is regarded as total equity, as recognised in the statement of financial position, plus net debt. Net debt is calculated as total borrowings less cash and cash equivalents.

In order to maintain or adjust the capital structure, the Consolidated entity may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

The Consolidated entity would look to raise capital when an opportunity to invest in a business or company was seen as value adding relative to the current company's share price at the time of the investment.

The capital risk management policy remains unchanged from the 30 June 2021 Annual Report.

NOTE 18: RESERVES

	Consolidated		Consolidated	
	30-June-22 $	30-June-22 Number	30-June-21 $	30-June-21 Number
Option reserve	351,258	16,530,862	249,359	2,781,250
Performance rights reserve	59,404	8,890,000	-	-
Total Reserves	**410,662**	**25,420,862**	**249,359**	**2,781,250**

Option reserve
The reserve is used to recognise increments and decrements in options issued, forfeited or converted, either through premiums paid for options, or share based payments.

Movements in option reserves
Movements in option reserve during the current and previous financial year are set out below:

Date	Details	$	Number of Options	Issue price
20/11/20	**Balance at incorporation**	**-**	**-**	**-**
25/06/21	Options issued to acquire project	228,780	2,500,000	$0.0915
25/06/21	Options issued to lead manager	20,579	281,250	$0.0732
30/06/21	Balance at end of the period	**249,359**	**2,781,250**	
01/07/21	**Balance at beginning of the period**	**249,359**	**2,781,250**	
06/09/21	Issue of sign-on options to employee	18,669	200,000	$0.1069
01/11/21	Issue of loyalty options	16,798	8,398,759	$0.0020
10/11/21	Issue of shortfall options	2,220	1,110,000	$0.0020
10/11/21	Issue of options to lead manager	31,253	637,815	$0.0490
22/12/21	Issue of sign-in options to director	21,953	300,000	$0.1350
13/01/22	Issue of loyalty options to directors	2,243	1,121,551	$0.0020
01/02/22	Placement options	-	2,476,190	$0.0000
01/02/22	Issue of options to lead manager	47,250	350,000	$0.1350
01/04/22	Exercise of sign-on options to employee	-	(40,000)	$0.0000
13/04/22	Exercise of sign-on options to employee	-	(80,000)	$0.0000
	Exercise of loyalty options	-	(724,703)	$0.6050
	Cost of options issued	(38,487)	-	-
30/06/22	Balance at end of the year	**351,258**	**16,530,862**	

NOTE 18: RESERVES (CONTINUED)

Performance rights reserve

The reserve is used to recognise increments and decrements in performance rights issued, forfeited or converted.

Movements in performance rights reserves

Movements in option reserve during the current and previous financial year aare set out below:

Date	Details	Vesting expense for year $	Number of Performance Rights
20/11/20	**Balance at incorporation**	-	-
20/11/20	Issue of director's performance rights	-	3,400,000
30/06/21	Balance at end of the period	**-**	**3,400,000**
01/07/22	**Balance at beginning of the period**	**-**	**3,400,000**
06/09/21	Issue of employee performance rights	63,171	1,000,000
22/12/21	Issue of director's performance rights	3,702	400,000
09/03/22	Conversion of Class D performance rights	(29,614)	(200,000)
04/05/22	Conversion of Class F performance rights	(29,326)	(200,000)
09/05/22	Issue of employee performance rights	7,752	990,000
09/05/22	Issue of director's performance rights	43,629	3,500,000
30/06/22	Class A commenced vesting	90	-
	Total performance rights	**59,404**	**8,890,000**

NOTE 19: ACCUMULATED LOSSES

	Consolidated	
	30-June-22	30-June-21
	$	$
Balance at the beginning of the period /incorporation	**370,537**	**-**
Loss after income tax expense for the period	2,253,389	370,537
Balance at the end of the period	**2,623,926**	**370,537**

NOTE 20: EARNINGS PER SHARE

Basic loss per share

The calculation of basic loss per share is based on the loss attributable to ordinary shareholders of $2,253,389 (2021: $370,537) divided by a weighted average number of ordinary shares outstanding during the year ended 30 June 2022 of 46,303,239 (2021: 10,595,068):

	Consolidated	
	30-June-22	30-June-21
Loss attributable to ordinary shareholders ($)	(2,253,389)	(370,537)
Weighted average number of ordinary shares (number)	46,303,239	10,595,068
Basic loss per share (cents per share)	(4.87)	(3.50)

Diluted loss per share

Potential ordinary shares are not considered dilutive, thus diluted loss per share is the same as basic loss per share.

NOTE 21: KEY MANAGEMENT PERSONNEL DISCLOSURES

Compensation

The aggregate compensation made to directors of the Consolidated entity is set out below:

	Consolidated	
	30-June-22	30-June-21
	$	$
Short-term employee benefits	306,820	-
Share-based payments	69,053	-
Total key management personnel expense	375,873	-

There was no other related party transactions with key management personnel.

NOTE 22: FINANCIAL INSTRUMENTS

	Consolidated	
	30-June-22	30-June-21
	$	$
Financial assets		
Cash and cash equivalents	4,352,794	5,802,892
Trade and other receivables	300,106	97,879
Total financial assetss	**4,652,900**	**5,900,771**
Financial liabilities		
Trade and other payables	250,406	609,112
Lease liability	92,984	-
Borrowings	-	23,750
Total financial liabilities	**343,390**	**632,862**

Financial risk management objectives

The Consolidated entity’s activities expose it to a variety of financial risks: market risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk. The Consolidated entity's overall risk management program focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Consolidated entity. The Consolidated entity uses different methods to measure different types of risk to which it is exposed.

The Board of Directors co-ordinate domestic and international financial markets, monitors and manages the financial risks relating to the operations of the Consolidated entity through internal risk reports which analyse exposures by degree and magnitude of risks. The Consolidated entity does not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

Market risk - Foreign currency risk

The Consolidated entity undertakes certain transactions denominated in foreign currency and is not materially exposed to foreign currency risk through foreign exchange rate fluctuations**.** As foreign cash is used infrequently, and not forecastable, the foreign exchange risk on the day is used.

Interest rate risk

The Consolidated entity’s exposure to interest rate risk and the effective weighted average interest rate for classes of financial assets and liabilities is set out below:

	Consolidated		Consolidated	
	30-June-22		30-June-21	
	Weighted average interest rate	$	Weighted average interest rate	$
Financial asests				
Cash & cash equivalents	0.00%	4,352,794	0.01%	5,802,892
Financial liabilities				
Borrowing from loan	-	-	4.43%	23,750
Lease liability	7.65%	92,984	-	-

The Consolidated entity does not have significant interest-bearing assets or liabilities and percentage changes in interest rates would not have a material impact on the results. The Consolidated entity’s sensitivity to movement is not material.

NOTE 22: FINANCIAL INSTRUMENTS (CONTINUED)

Fair value of financial instruments
Unless otherwise stated, the carry amounts of the financial instruments approximate their fair value.

Price risk
The Consolidated entity does not hold investments and therefore is not exposed to equity securities price risk.

Credit risk
The Consolidated entity has no significant concentration of credit risk. The credit quality of financial assets that are neither past due nor impaired can be assessed by reference to external credit ratings. The Consolidated entity does not hold any collateral.

Liquidity risk
Prudent liquidity risk management implies maintaining sufficient cash to meet commitments as and when they fall due. The Consolidated entity has no long term or short term debt and its risk with regard to liquidity relates to its ability to maintain its current operations.

	Consolidated	
	30-June-22	**30-June-21**
	$	**$**
Bankwest	5,019	5,802,892
Commonwealth Bank	4,347,775	-
Total cash and cash equivalents	**4,352,794**	**5,802,892**

The Consolidated entity's ability to raise equity funding in the market is paramount in this regard. The Consolidated entity manages liquidity by monitoring forecast and actual cash flows.

The tables below analyses the Consolidated entity's financial liabilities into relevant maturity groupings. The amounts disclosed in the table are the contractual undiscounted cash flows of financial liabilities based on the earliest date on which the financial liabilities are required to be paid.

Consolidated - 2022	**1 year or less**	**Between 1-3 years**	**Over 5 years**	**Remaining contractual maturities**	**Carry values**
	$	$	$	$	$
Non-interest bearing					
Trade and other payables	250,406	-	-	250,406	250,406
Interest bearing					
Lease liabiity	41,330	61,995	-	103,325	92,984

Consolidated - 2021	**1 year or less**	**Between 1-3 years**	**Over 5 years**	**Remaining contractual maturities**	**Carry values**
	$	$	$	$	$
Non-interest bearing					
Trade and other payables	609,112	-	-	609,112	609,112
Interest bearing					
Borrowing	25,078	-	-	25,078	23,750

NOTE 23: REMUNERATION OF AUDITORS

During the financial period the following fees were paid or payable for services provided by HLB Mann Judd, the auditor of the Company:

	Consolidated	
	30-June-22 $	**30-June-21 $**
Audit services – HLB Mann Judd (WA Partnership)		
Audit of the financial statements	30,767	17,500
Total audit expense	30,767	17,500
Other services – HLB Mann Judd (WA Partnership)		
Preparation of tax return	4,750	-
Provision of Independence Limited Assurance Report for the Company's Prospectus	-	10,100
	4,750	10,100

NOTE 24: RELATED PARTY TRANSACTIONS

Parent entities
The parent entity within the Consolidated entity is Askari Metals Limited.

Subsidiaries

Consolidated entity structure	**Country of incorporation**	**Date of Incorporation**	**Class of shares**	**Ownership interest 2022**
Parent Entity				
Askari Metals Limited	Australia	20/11/2020	Ordinary	
Subsidiaries				
Springdale Gold Pty Ltd	Australia	20/11/2020	Ordinary	100%
First Western Gold Pty Ltd	Australia	19/02/2021	Ordinary	100%

Key management personnel compensation
Disclosures relating to key management personnel are set out in note 21 and the remuneration report included in the directors report.

Loans to/from related parties
There were no loans to or from related parties at the current and previous reporting date.

Terms and conditions
All transactions were made on normal commercial terms and conditions and at market rates.

Transactions with related parties
There was no other related party transactions during year ending 30 June 2022 or the period ending 30 June 2021 that have not been covered in the remuneration report for key management personnel services provided by the directors management entities.

NOTE 25: PARENT ENTITY FINANCIAL INFORMATION

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

Statement of profit or loss and other comprehensive income

	30-June-22 $	30-June-21 $
Loss after income tax	1,508,696	281,035
Total comprehensive loss for the year	**1,508,696**	**281,035**

	30-June-22 $	30-June-21 $
Current assets	4,319,419	5,863,990
Non-current assets	3,743,554	894,922
Total assets	**8,062,973**	**6,758,912**
Current liabilities	279,930	627,970
Non-current liabilities	58,192	-
Total liabilities	**338,122**	**627,970**
Contribution equity	9,151,170	6,162,618
Reserves	363,412	249,359
Accummulated losses	(1,789,731)	(281,035)
Total Equity	**7,724,851**	**6,130,942**

NOTE 26: RECONCILIATION OF PROFIT AFTER INCOME TAX TO NET CASH FROM OPERATING ACTIVITIES

	Consolidated	
	30-June-22	30-June-21
	$	$
Loss after income tax expense for the year	**(2,253,389)**	**(370,537)**
Adjustments for:		
Depreciation expense	52,594	-
Exploration write-off expense	103,658	89,420
Loss on disposal of asset	6,410	-
Share-based payments	378,967	-
Changes in operating assets and liabilities:		
Decrease/(Increase) in trade and other receivables	(76,068)	(97,879)
Decrease/(Increase) in other current assets	(100,000)	-
Decrease/(Increase) in right-of-use asset	(110,474)	-
(Decrease)/Increase in trade and other payables	(15,684)	232,968
(Decrease)/Increase in provisions	39,830	-
(Decrease)/Increase in short-term lease	34,793	-
(Decrease)/Increase in long-term lease	72,058	-
Net cashflows used in operating activities	**(1,867,305)**	**(146,028)**

NOTE 27: NON-CASH INVESTING AND FINANCING ACTIVITIES

	Consolidated	
	30-June-22	30-June-21
	$	$
Additions to the right-of-use assets	174,889	-
Reassessment of lease term	(64,417)	-
Share-based payments	75,000	-
Total non-cash investing and financing activities	185,472	-

NOTE 28: CHANGES IN LIABILITIES ARISING FROM FINANCING ACTIVITIES

Consolidated	**Bank Loan**	**Lease**	**Total**
	$	$	$
Balance at incorporation 20 November 2020	**-**	**-**	**-**
Net cash used in financing activities	23,750	-	23,750
Balance at 30 June 2021	**23,750**	**-**	**23,750**
Balance at 1 July 2021	**23,750**	**-**	**23,750**
Net cash from/(used in) financing activities	(23,750)	(14,167)	(37,917)
Acquisition of lease	-	171,566	171,566
Reassessment of lease terms	-	(64,415)	(64,415)
Balance at 30 June 2022	**-**	**92,984**	**92,984**

NOTE 29: ASSET ACQUISITION

On 25 June 2021 Askari Metals Limited acquired all the issued capital of First Western Gold Pty Ltd, a company incorporated in Australia. First Western Gold Pty Ltd owns a number of tenements in Western Australia.

To acquire all the issued capital of First Western Gold Pty Ltd, Askari Metals Limited issued 2,750,000 ordinary fully paid shares for a value of $550,000. An accrual for stamp duty payable on the transaction was made for $27,500. Askari Metals Limited also granted the vendors a 1% Net Smelter Royalty as part of the consideration.

The transaction is not a business combination as the assets acquired did not meet the definition of a business as defined in the Australian Accounting Standards as at the date of acquisition. The acquisition of the net assets meets the definition of, and has been accounted for, as an asset acquisition.

	Consolidated 30-June-21
Consideration	
Issue of shares	550,000
Allowance for stamp duty payable	27,500
Total consideration	**577,500**
Fair value of net assets acquired	
Exploration and evaluation expenditure	577,498
Financial assets	28,132
Financial liabilities	(28,130)
	577,500

The carrying value of the net assets acquired has been limited to the above consideration. No value was ascribed to the Net smelter Royalty because of the uncertainty in achieving production at this point in time.

There was no cash outflow for the acquisition of the subsidiary.

NOTE 30: SHARE-BASED PAYMENTS

	Consolidated	
	30-June-22	30-June-21
	$	$
Share related payments	295,000	785,000
Option related payments	119,125	249,359
Performance rights related payment	118,344	-
Total shares related payments	532,469	1,034,359

Share related payments

Total share-based payment transactions granted during the year:

	Consolidated	
	30-June-22	30-June-21
	$	$
Shares issued to acquire subsidiary (note 29)	-	550,000
Shares issued to acquire project (note 17)	75,000	145,000
Shares issued to lead manager (note 17)	-	90,000
Shares issued to contractor (note 17)	120,000	-
Shares issued to acquire exclusivity option to purchase Barrow Creek Lithium Project, NT (note 9 & 17)	100,000	-
Total shares related payments	295,000	785,000

Option related payments

Total option payment transactions granted during the year:

	Consolidated	
	30-June-22	30-June-21
	$	$
Options issued to lead manager in connection with capital raising (note 18)	47,250	228,780
Options issued to acquire project (note 18)	-	20,579
Options issued for employee sign-on (note 18)	18,669	-
Options issued for director sign-on (note 18)	21,953	-
Options issued to lead manager for option raising (note 18)	31,253	-
Total option related payments	119,125	249,359

The lead manager options have been written-off to issue costs and the project acquisition options have been capitalised to exploration costs.

Performance rights related payments

Total performance rights payment transactions granted during the year:

	Consolidated	
	30-June-22	30-June-21
	$	$
Performance rights issued that are market related (note 18)	51,381	-
Performance rights issued that are non-market related and vesting (note 18)	8,023	-
Conversion of Class D performance rights (note 17)	29,614	-
Conversion of Class F performance rights (note 17)	29,326	-
Total performance rights related payments	118,344	-

NOTE 30: SHARE-BASED PAYMENTS (CONTINUED)

Options on issue for services provided

Share option plans have been established by the Consolidated entity and approved by shareholders at the annual general meeting 22 December 2021 or at the general meeting 9 May 2022. The approved options on issue relate to share based payments to directors or employees, brokers and consultants for services provided. All options have fully vested.

Set out below are summaries of options granted to directors or employees, brokers and consultants for services provided at 30 June 2022:

Grant Date	Expiry Date	Exercise Price	Balance at start of the year	Issued during the year	Exercised during the year	Cancelled or Expired during the year	Balance at end of the year
			Number	Number	Number	Number	Number
25/06/21	25/06/24	$0.25	2,500,000	-	-	-	2,500,000
25/06/21	25/06/23	$0.25	281,250	-	-	-	281,250
06/09/21	05/09/23	$0.25	-	200,000	120,000	-	80,000
10/11/21	31/10/24	$0.25	-	637,815	-	-	637,815
22/12/21	21/12/23	$0.27	-	300,000	-	-	300,000
01/02/22	31/10/24	$0.25	-	350,000	-	-	350,000
			2,781,250	1,487,815	120,000	-	4,149,065
Weighted average exercise price			$0.25	$0.25	$0.25	$0.25	$0.25
Weighted average remaining contracted life of options (Years)							1.95 Years

At the 30 June 2021, all options on issue relate to share based payments to directors or employees, brokers and consultants for services provided. All options have fully vested. The following options are on issue at 30 June 2021:

Grant Date	Expiry Date	Exercise Price	Balance at start of the year	Issued during the year	Exercised during the year	Cancelled or Expired during the year	Balance at end of the year
			Number	Number	Number	Number	Number
25/06/21	25/06/24	$0.25	-	2,500,000	-	-	2,500,000
25/06/21	25/06/23	$0.25	-	281,250	-	-	281,250
			-	2,781,250	-	-	2,781,250
Weighted average exercise price			-	$0.25	-	-	$0.25
Weighted average remaining contracted life of options (Years)							2.90 Years

NOTE 30: SHARE-BASED PAYMENTS (CONTINUED)

Valuations of unlisted options issued

There were 500,000 (2021: 2,781,250) unlisted options issued during the year ended 30 June 2022. The fair value at grant date was determined using a 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, the expected dividend yield and the risk-free interest rate for the term of the option. The fair value of the unlisted options issued during the current and prior year were based on the following:

Type of Options:	2021 Options issued to broker in connection with capital raising	2021 Options issued to acquire project	2022 Options issued to employee sign-on	2022 Options issued to director sign-on
Number of options issued	2,500,000	281,250	200,000	300,000
Exercise price $	0.25	0.25	0.25	0.27
Share price at date granted/contract date	0.20	0.20	0.20	0.175
Risk free rate	0.1%	0.1%	0.01%	0.47%
Volatility factor	80%	80%	100%	100%
Number of years to expiry	3	2	2	2
Fair value per option	0.092	0.073	0.093	0.0732
Valuation	**228,780**	**20,579**	**18,669**	**21,953**

Valuations of listed options issued

There were 14,094,315 (2021:nil) options issued during the year ended 30 June 2022, of which 987,815 (2021:nil) options were issued for services provided. The listed options were valued based on closing prince on the measurement date.

Type of Options:	Options issued to Lead manager (Nov 2021)	Options issued to Lead manager (Jan 2022)
Number of options issued	637,815	350,000
Exercise price $	0.25	0.25
Purchase price of of option $	-	-
Market value of option $	0.049	0.135
Valuation	**31,253**	**47,250**

NOTE 30: SHARE-BASED PAYMENTS (CONTINUED)

Performance rights on issue

All performance rights on issue relate to share based payments to directors or employees, brokers and consultants for services provided.

Year ended 30 June 2022:

Class	Grant date	Opening Balance	Issued during the year	Exercised during the year	Cancelled or Expired during the year	Balance at end of the year
		Number	Number	Number	Number	Number
Class A	20/11/20	1,700,000	-	-	-	1,700,000
Class B	20/11/20	1,700,000	-	-	-	1,700,000
Class C	06/09/21	-	200,000	-	-	200,000
Class D	06/09/21	-	200,000	(200,000)	-	-
Class E	06/09/21	-	200,000	-	-	200,000
Class F	06/09/21	-	200,000	(200,000)	-	-
Class G	06/09/21	-	200,000	-	-	200,000
Class A	22/12/21	-	400,000	-	-	400,000
Class B	22/12/21	-	400,000	-	-	400,000
Class H	09/05/22	-	100,000	-	-	100,000
Class I	09/05/22	-	910,000	-	-	910,000
Class J	09/05/22	-	910,000	-	-	910,000
Class K	09/05/22	-	910,000	-	-	910,000
Class L	09/05/22	-	910,000	-	-	910,000
Class M	09/05/22	-	750,000	-	-	750,000
Total		3,400,000	5,890,000	(400,000)	-	8,890,000

Period ended 30 June 2021:

Class	Grant date	Balance at incorporation	Issued during the year	Exercised during the year	Cancelled or Expired during the year	Balance at end of the year
		Number	Number	Number	Number	Number
Class A	20 Nov 2020	-	1,700,000	-	-	1,700,000
Class B	20 Nov 2020	-	1,700,000	-	-	1,700,000
Total		-	3,400,000	-	-	3,400,000

NOTE 30: SHARE-BASED PAYMENTS (CONTINUED)
Performance rights on issue (continued)

The Performance Rights were issued on 20 November 2020 and 22 December 2021 for David Greenwood, have the following milestones attached to them:

Class A: the Class A Performance Rights will convert into Shares (on a 1:1 basis) upon:

(c) the Company announcing no less than five (5) drill holes each intersecting a minimum gram per metre interval of 8 gram/metre on any of the Gold Projects currently held by the Company (where “Gold Projects” is defined as the Springfield Copper-Gold Project, the Springdale Copper-Gold Project, the Mt Maguire Gold Project or the Burracoppin Gold Project); or

(d) the Company announcing no less than five (5) drill holes each intersecting a minimum percent per metre interval of 4 percent/metre on any of the Copper Projects currently held by the Company (where “Copper Projects” is defined as the Horry Copper Project and the Callawa Copper Project). in each case in accordance with the JORC Code and as verified by an independent competent person under the JORC Code (Class A Milestone), with the Class A Performance Rights expiring on the date that is two (2) years from the date of Admission if the Class A Milestone is not achieved.

Class B: the Class B Performance Rights will convert into Shares (on a 1:1 basis) upon:
the Company announcing a JORC (2012) compliant Mineral Resource of gold, as verified by an independent competent person under the JORC Code, of at least 50,000 ounces at a grade of not less than 2g/t Au on any of the Gold Projects currently held by the Company (where “Gold Projects” is defined as the Springdale Gold Project, the Mt Maguire Gold Project and/or the Burracoppin Gold Project) (Class B Milestone), with the Class B Performance Rights expiring on the date that is three (3) years from the date of Admission if the Class B Milestone is not achieved.

The Class C, D, E, F and G Performance Rights were issued on 6 September 2021 and have the following milestones attached to them:

Class C: the Class C Performance Rights will convert into an equivalent number of Shares upon the Company announcing:

(i) no less than five (5) drill holes each intersecting a minimum gram per metre interval of 8 gram/metre on any of the Gold Projects currently held by the Company (where “Gold Projects” is defined as the Springdale Copper-Gold Project, the Mt Maguire Gold Project or the Burracoppin Gold Project); or

(ii) the Company announcing no less than five (5) drill holes each intersecting a minimum percent per metre interval of 4 percent/metre on any of the Copper Projects currently held by the Company (where “Copper Projects” is defined as the Horry Copper Project and the Callawa Copper Project),

with the Class C Performance Rights expiring on the date that is two (2) years from the date of Admission, being 7 July 2021, if the Class C Milestone is not achieved.

Class D: the Class D Performance Rights will convert into an equivalent number of Shares upon the achievement of a 20-day VWAP share price >AUD$0.40 within 2 years from the date of the Company being admitted to the Official List of ASX, being 7 July 2021, or an alternate public market transaction.

NOTE 30: SHARE-BASED PAYMENTS (CONTINUED)
Performance rights on issue (continued)

Class E: the Class E Performance Rights will convert into an equivalent number of Shares upon the Company announcing a JORC (2012) compliant Mineral Resource of gold at a grade of not less than 2g/t Au on any of the Gold Projects currently held by the Company (where "Gold Projects" is defined as the Springdale Gold Project, the Mt Maguire Gold Project and/or the Burracoppin Gold Project) with an inground value of no less than $50,000,000 (Class E Milestone), with the Class E Performance Rights expiring on the date that is three (3) years from the date of Admission, being 7 July 2021, if the Class E Milestone is not achieved.

Class F: the Class F Performance Rights will convert into an equivalent number of Shares upon the achievement of a 20-day VWAP share price >AUD$0.60 within 3 years from the date of the Company being admitted to the Official List of ASX, being 7 July 2021, or an alternate public market transaction.

Class G: the Class G Performance Rights will convert into an equivalent number of Shares upon the Company achieving delivery of a positive NPV (8% post-tax discount rate) of over A$65m as determined by a Scoping Study on any of its current or future projects within the next 5 years from the date of the Company being admitted to the Official List of ASX, being 7 July 2021.

The Classes I, J, K, L and M Performance Rights were issued on 9 May 2022 and have the following milestones attached to them:

Class H: the Class H Performance Rights will convert into an equivalent number of Shares upon the Company achieving a 20 day Volume Weighted Average Price (VWAP) of its securities as traded on the ASX of not less than 50 cents per share. This hurdle must be achieved by 14 February 2024.

Class I: the Class I Performance Rights will convert into an equivalent number of Shares upon achievement of the Company collecting not less than 15 rock samples (Cumulative) from any of its lithium projects defineds as either Red Peak Lithium Project, the Yarrie Lithium Project, or the Barrow Creek Lithium Project, that exhibit the mineralogical composition of an LCT pegmatite with geochemistry results of not less than 180PPm Li, 50pp Cs, 15ppm Ra and 700pm Rb. This hurdle must be achieved within 2 years from the date of grant of the Performance Right.

Class J: the Class J Performance Rights will convert into an equivalent number of Shares upon achievement by the Company, of completion of an RC Drilling program at any of its lithium projects defined as either Red Peak Lithium Project, the Yarrie Lithium Project, or the Barrow Creek Lithium Project. Where the RC drilling program intersects a mineralised interval of not less than 5M @1% Li_2O across not less than three (3) indivifual drill holes. This hurdle must be achieved within 3 years from the date of grant of the Performance Right.

Class K: the Class K Performance Rights will convert into an equivalent number of Shares upon achievement by the Company of a JORC (or N143-101) compliant resource of >1,500,000 tonnes @>0.8% Li_2O at any of its lithium projects defineds as either Red Peak Lithium Project, the Yarrie Lithium Project, or the Barrow Creek Lithium Project. This hurdle must be achieved within 3 years from the date of grant of the Performance Right.

NOTE 30: SHARE-BASED PAYMENTS (CONTINUED)
Performance rights on issue (continued)

Class L: the Class L Performance Rights will convert into an equivalent number of Shares upon achievement by the Company of a market capitalisation of not less than $30 million. This hurdle must be achieved within 2 years from the date of grant of the Performance Right.

Class M: the Class M Performance Rights will convert into an equivalent number of Shares upon achievement by the Company of a 20-day VWAP shareprice >$0.60 within 3 years from the date of grant of the Performance Right.

Valuation of Performance Rights Issued

Askari has market related and non-market related performance rights.

Market related performance rights
Market related performance rights were valued using Hoadly Trading and Investment Tool Barrier 1 valuation model. Further information on Hoadley's employee option valuation models can be found at www.hoadley.net. The model takes into account the below assumptions.

The fair value of the unlisted performance rights issued were based on the following:

Type of performance right:	**Class D**	**Class F**	**Class H**	**Class L**	**Class M**
Valuation date	06/09/21	06/09/21	09/05/22	09/05/22	09/05/22
Spot price $	0.2000	0.2000	0.5050	0.5050	0.5050
Barrier price $	0.40	0.60	0.50	0.558	0.60
Expiry date	07/07/23	07/07/24	14/02/24	08/05/24	08/05/25
Risk free rate	0.01%	0.19%	2.78%	2.78%	3.04%
Volatility factor	100%	100%	100%	100%	100%
Valuation					
Number of performance rights issued	200,000	200,000	100,000	910,000	750,000
Fair value per performance right $	0.1481	0.1466	0.5050	0.4762	0.4822
Valuation $	29,614	29,326	50,500	433,342	361,650
Value of amortised to 30 June 2022 (Note 18) $	**29,614**	**29,326**	**4,149**	**20,975**	**26,257**

Non-market related performance rights
The Company did an assessment for each non-market performance based milestone and concluded, as all the projects were still at the greenfields/early exploration stage, there was insufficient data and understanding of mineralisation to make a determination that it was likely that the Performance Rights milestones could be achieved. Consequently no value has been assigned to them at this time. The Company will reassess this position every 6 months, in line with statutory reporting requirements and in accordance with AASB 2 – Share Based Payments.

The exception to the above was for Class A and Class C performance rights. It was assessed by the Company that it was likely that the milestones could be achieved by the end of the allowed vesting period.

Valuation of non-market related performance rights are valued at the share price on day they are granted. Vesting expense is only recognised when the non-market related condition is likely to occur.

NOTE 30: SHARE-BASED PAYMENTS (CONTINUED)
Valuation of Performance rights issued (continued)

Type of performance right:	**Class A**	**Class A**	**Class B**	**Class B**	**Class C**
Number of options issued	1,700,000	200,000	1,700,000	200,000	200,000
Date granted	20/11/20	22/12/21	20/11/20	22/12/21	06/09/21
Share price at date granted/contract date $	0.0005	0.175	0.0005	0.175	0.200
Valuation $	850	35,000	850	35,000	40,000
Value amortised to 30 June 2022 (Note 18) $	**90**	**3,702**	**-**	**-**	**4,231**

Type of performance right:	**Class E**	**Class G**	**Class I**	**Class J**	**Class K**
Number of options issued	200,000	200,000	910,000	910,000	910,000
Date granted	06/09/21	06/09/21	20/11/20	22/12/21	06/09/21
Share price at date granted/contract date $	0.200	0.200	0.505	0.505	0.505
Valuation $	40,000	40,000	459,550	459,550	459,550
Value amortised to 30 June 2022 (Note 18) $	**-**	**-**	**-**	**-**	**-**

NOTE 31: Contingent Liabilities

Royalty

As outlined in Note 23 a 1% Net Smelter Royalty is payable on the tenements acquired via the acquisition of all the issued capital of First Western Gold Pty Ltd.

Contingent Consideration

Springdale Project

Under the terms of the agreement to acquire the Springdale Gold project a Performance Bonus of 450,000 fully paid shares is payable :

> In the event that the Purchasers delineates, as verified by an independent competent person, a JORC (2012) Mineral Resources on the tenement of at least 100,000 ounces of gold using a cut-off grade of not less than 0.6 g/t within 3 years of the Settlement Date, the Company agrees to immediately issue 450,000 fully paid ordinary shares in the capital of the company to the Vendor (or Vendor's nominee)

No value has been amortised at 30 June 2022 as the vesting condition has been assessed as not probable.

Purchase of Northern Territory tenement EL32804

Through its exclusivity deal with Consolidated Lithium Trading Pty Ltd, the Company has a 12 month option to purchase 100% interest in Northern Territory tenement EL32804 (Barrow Creek Lithium Project) by paying Consolidated Lithium Trading Pty Ltd or its nominee a total of $1,000,000 in either cash or shares, with a minimum payable in cash of 30%. This option term of 12 months can be extended in 12 month intervals on up to 2 occasions for a payment of $50,000 and $80,000 respectively.

NOTE 32: COMMITMENTS

Exploration expenditure commitments

Minimum expenditure requirements on the company's mineral tenements are as follows:

Project Name	Tenement Number (s)	Status	Location	Minimum Expenditure Amount
Springdale Copper-Gold Project	EL9217	Granted	NSW	$45,000 pa for 3 years
Horry Copper Project	E80/5313	Granted	WA	$10,000
Callawa Copper Project	E45/5842	Granted 12 Aug 2021	WA	$52,000 years 1-3 $78,000 years 4-5
Mt Maguire Gold Project	E52/3718	Granted	WA	$15,000
Mt Maguire Gold Project	E52/3719	Granted	WA	$15,000
Burracoppin Gold Project	E70/5049	Granted	WA	$30,000
Mt Deverell Lithium Project	E52/4010	Granted 1 Feb 2022	WA	$101,000
Red Peak Lithium Project	E52/4025	Granted 2 Feb 2022	WA	$142,000
Talga East Project	E45/5982	Granted	WA	$15,000

Total minimum commitment is $425,000 (2021:$167,000)

NOTE 33: EVENTS SUBSEQUENT TO REPORTING DATE

Other than below, there have been no matters or circumstances which have arisen since 30 June 2022 that have significantly affected or may significantly affect:

(a) the operations, in financial years subsequent to 30 June 2022, of the Company,
(b) the results of those operations, or
(c) the state of affairs, in financial years subsequent to 30 June 2022, of the Company.

The impact of the Coronavirus (COVID-19) pandemic is ongoing and while it has not significantly impacted the entity up to 30 June 2022, it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation is rapidly developing and is dependent on measures imposed by the Australian Government and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and any economic stimulus that may be provided.

NOTE 34: COMPANY DETAILS

The registered office and principal place of business of the Company is:
17 Lacey Street
Perth WA 6000

In the opinion of the Directors of Askari Metals Limited (the "Company"):

1. The attached consolidated financial statements, notes thereto and the additional disclosures included in the Directors' Report designated as audited are in accordance with the Corporations Act 2001, including:

    (a) complying with Australian Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements;

    (b) giving a true and fair view of the Consolidated entity's financial position as at 30 June 2022 and of its performance for the period ended on that date; and

    (c) the financial statements also comply with International Financial Reporting Standards as disclosed in note 2(a) to the financial statements.

2. There are reasonable grounds to believe that the Consolidated entity will be able to pay its debts as and when they become due and payable.

This declaration has been made after receiving the declarations required to be made to the Directors in accordance with sections 295A of the Corporations Act 2001 for the period ended 30 June 2022.

Gino D'Anna
Director
23 August 2022

HLB MANN JUDD
ADVISORY AND ACCOUNTING

INDEPENDENT AUDITOR'S REPORT
To the Members of Askari Metals Limited

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Askari Metals Limited ("the Company") and its controlled entities ("the Group"), which comprises the consolidated statement of financial position as at 30 June 2022, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of the Group is in accordance with the *Corporations Act 2001*, including:

(a) giving a true and fair view of the Group's financial position as at 30 June 2022 and of its financial performance for the year then ended; and

(b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Group in accordance with the 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* ("the Code") that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined the matters described below to be the key audit matters to be communicated in our report.

hlb.com.au

HLB Mann Judd (WA Partnership) ABN 22 193 232 714
Level 4, 130 Stirling Street, Perth WA 6000 / PO Box 8124 Perth BC WA 6849
T: +61 (0)8 9227 7500 E: mailbox@hlbwa.com.au

Key Audit Matter	How our audit addressed the key audit matter
Carrying amount of exploration and evaluation expenditure Refer to Note 11	
In accordance with AASB 6 *Exploration for and Evaluation of Mineral Resources*, the Group capitalises all exploration and evaluation expenditure, including acquisition costs and subsequently applies the cost model after recognition. Our audit focussed on the Group's assessment of the carrying amount of the capitalised exploration and evaluation asset, as this is one of the most significant assets of the Group and is material to the users of the financial statements.	Our procedures included but were not limited to the following: - We obtained an understanding of the key processes associated with management's review of the carrying values of each area of interest; - We considered the Directors' assessment of potential indicators of impairment; - We obtained evidence that the Group has current rights to tenure of its areas of interest; - We examined the exploration budget for the coming period and discussed with management the nature of planned ongoing activities; - We enquired with management, reviewed ASX announcements and reviewed minutes of Directors' meetings to ensure that the Group had not resolved to discontinue exploration and evaluation at any of its areas of interest; - We substantiated a sample of expenditure incurred to supporting documentation; and - We examined the disclosures made in the financial report.

Information Other than the Financial Report and Auditor's Report Thereon

The directors are responsible for the other information. The other information comprises the information included in the Group's annual report for the year ended 30 June 2022, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report, or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of the 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 financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial report of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on the Remuneration Report

Opinion on the Remuneration Report

We have audited the Remuneration Report included the directors' report for the year ended 30 June 2022.

In our opinion, the Remuneration Report of Askari Metals Limited for the year ended 30 June 2022 complies with section 300A of the *Corporations Act 2001*.

Responsibilities

The directors of the Company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

HLB Mann Judd

HLB Mann Judd
Chartered Accountants

Perth, Western Australia
23 August 2022

D Buckley

D I Buckley
Partner

ASX ADDITIONAL INFORMATION

DESCRIPTION OF MINING RIGHTS

Project Name	Tenement Number (s)	Grant Date	Period of Grant	Status	Minimum Commitment
Springdale Cu-Au Project	EL9217	19 Jul 2021	3 years	Granted	$45,000
Horry Copper Project	E80/5313	1 Jul 2020	5 years	Granted	$10,000
Callawa Copper Project	E45/5842	12 Aug 2021	5 years	Granted	$52,000 1-3 years $78,000 4-5 years
Callawa Copper Project	E45/6053	N/A	N/A	Application	
Mt Maguire Gold Project	E47/4170	N/A	N/A	Application	
Mt Maguire Gold Project	E52/3718	26 Nov 2020	5 years	Granted	$15,000
Mt Maguire Gold Project	E52/3719	26 Nov 2020	5 years	Granted	$15,000
Burracoppin Gold Project	E70/5049	10 Jul 2018	5 years	Granted	$30,000
Burracoppin Gold Project	E70/6127	N/A	N/A	Application	
Mt Deverell Gold Project	E52/4010	1 Feb 2022	5 Years	Granted	$101,000
Red Peak Gold Project	E52/4025	2 Feb 2022	5 Years	Granted	$142,000
Tagla East Project	E45/5982	15 Mar 2022	5 Years	Granted	$15,000
Rouse Creek Project	E08/3486	N/A	N/A	Application	
Barrow Creek Lithium Project (not owned by First Western, only option to purchase)	ELA32804	23 Feb 2022	6 years	Granted – Option to purchase	$13,650 1 Year $32,750 2 year
Yarrie Project	E45/6117	N/A	N/A	Application	
Yarrie Project	E45/6118	N/A	N/A	Application	
Yarrie Project	E45/6119	N/A	N/A	Application	
Yarrie Project	E45/6120	N/A	N/A	Application	
Yarrie Project	E45/6121	N/A	N/A	Application	
Yarrie Project	E45/6122	N/A	N/A	Application	
Yarrie Project	E45/6123	N/A	N/A	Application	
Yarrie Project	E45/6124	N/A	N/A	Application	
Yarrie Project	E45/6125	N/A	N/A	Application	
Wairuna QLD	EPM28326	N/A	N/A	Application	
Mt Mulgrave QLD	EPM28327	N/A	N/A	Application	
BlackBrae QLD	EPM28328	N/A	N/A	Application	
Springfield QLD	EPM28329	N/A	N/A	Application	
Wombino QLD	EPM28330	N/A	N/A	Application	
Mt Mulgrave North QLD	EPM28342	N/A	N/A	Application	
Bradens Gap QLD	EPM28343	N/A	N/A	Application	
Mt Mulgrave West QLD	EPM28344	N/A	N/A	Application	
Mt George QLD	EPM28358	N/A	N/A	Application	
Ravenswood QLD	EPM28359	N/A	N/A	Application	
Cinnamon Creek QLD	EPM28360	N/A	N/A	Application	

ASX ADDITIONAL INFORMATION

STATEMENT OF QUOTED SECURITIES AS AT 22 AUGUST 2022

a) Distribution of Shareholders

Size of Holding		Number of Shareholders
1 – 1,000		82
1,001 – 5,000		576
5,001 – 10,000		314
10,001 – 100,000		507
100,001 and over		62
	Total	**1,541**

b) Number of holders of less than marketable parcels: 158

c) There is two substantial shareholders listed in the Company's register being:

10 Bolivianos Pty Ltd – 6,223,317 shares

Mr Gino D'Anna – 5,061,300 shares

	Holder Name	Holding	%
1	10 BOLIVIANOS PTY LTD	6,223,317	11.94%
2	MR GINO D'ANNA <THE INTERNATZIONALE A/C>	5,061,300	9.71%
3	MR PETER ROMEO GIANNI	1,550,000	2.97%
4	BNP PARIBAS NOMINEES PTY LTD <IB AU NOMS RETAILCLIENT DRP>	1,455,396	2.79%
5	MINING EQUITIES PTY LTD	1,375,000	2.64%
6	BNP PARIBAS NOMINEES PTY LTD ACF CLEARSTREAM	1,044,163	2.00%
7	INTELLSOFT SERVICES PTY LTD <INTELLSOFT P/L S/F A/C>	828,500	1.59%
8	TOPWEI TWO PTY LTD <TOPWEI TWO FAMILY A/C>	820,000	1.57%
9	CS FOURTH NOMINEES PTY LIMITED <HSBC CUST NOM AU LTD 11 A/C>	770,316	1.48%
10	INTELLSOFT SERVICES PTY LTD	754,300	1.45%
11	ICON CUSTODIANS PTY LTD <CUMMINS FAMILY A/C>	525,000	1.01%
12	CITICORP NOMINEES PTY LIMITED	500,190	0.96%
13	MBE FINANCE PTY LTD <HILLSDEN FAMILY A/C>	500,000	0.96%
14	MR MICK ZIVKOV	478,571	0.92%
15	MR KOSTAS KATOUNAS	446,000	0.86%
16	BELRES PTY LTD	425,000	0.82%
17	MR STEVEN BAXT	400,000	0.77%
17	HAWSON INVESTMENTS PTY LTD <HAWSON FAMILY A/C>	400,000	0.77%
18	MR KOSTAS KATOUNAS	389,555	0.75%
19	BROADWAY COMPUTERS PTY LTD <AURAN FAMILY A/C>	382,000	0.73%
20	MR JOHANNES FOURIE LAMBRECHTS	365,000	0.70%
	Total	**24,693,608**	**47.37%**
	Total issued capital	**52,133,237**	**100.00%**

	Number of holders	Balance
Unquoted ordinary shares	8	6,490,000

e) <u>Voting Rights</u>
Registered holders of ordinary shares in the capital of the Company may attend and vote at general meetings of the Company in person or by proxy and may exercise one vote for each share held. Every person present at a general meeting as an ordinary shareholder shall have one vote on a show of hands.

f) The name of the Company Secretary is Paul Fromson.

g) The address of the registered office is: 17 Lacey Street Perth WA 6008.

h) Registers of securities are held at Automic Group, Level 2, 267 St Georges Terrace Perth WA 6000.

i) Quotation has been granted for all the ordinary shares of the Company on the Australian Securities Exchange Ltd.

k) Unquoted Options over Unissued Shares:

Expiry date	Exercise price	Number of holders	Balance
25 June 2024	$0.25	3	2,500,000
25 June 2023	$0.25	1	281,250
6 September 2023	$0.25	1	80,000
29 December 2023	$0.27	1	300,000
			3,161,250

ASX ADDITIONAL INFORMATION

l) Unquoted Performance Rights

Class A	Class B	Class C	Class E	Class G	Class H
1,900,000	1900,000	200,000	200,000	200,000	100,000

Class I	Class J	Class K	Class L	Class M
910,000	910,000	910,000	910,000	750,000

The Performance Rights were issued on 20 November 2020 (1,700,000 each for Class A&B) and 22 December 2021 (200,000 for each Class A&B), have the following milestones attached to them:

Class A: the Class A Performance Rights will convert into Shares (on a 1:1 basis) upon:

(e) the Company announcing no less than five (5) drill holes each intersecting a minimum gram per metre interval of 8 gram/metre on any of the Gold Projects currently held by the Company (where "Gold Projects" is defined as the Springfield Copper-Gold Project, the Springdale Copper-Gold Project, the Mt Maguire Gold Project or the Burracoppin Gold Project); or

(f) the Company announcing no less than five (5) drill holes each intersecting a minimum percent per metre interval of 4 percent/metre on any of the Copper Projects currently held by the Company (where "Copper Projects" is defined as the Horry Copper Project and the Callawa Copper Project). in each case in accordance with the JORC Code and as verified by an independent competent person under the JORC Code (Class A Milestone), with the Class A Performance Rights expiring on the date that is two (2) years from the date of Admission if the Class A Milestone is not achieved.

Class B: the Class B Performance Rights will convert into Shares (on a 1:1 basis) upon:
the Company announcing a JORC (2012) compliant Mineral Resource of gold, as verified by an independent competent person under the JORC Code, of at least 50,000 ounces at a grade of not less than 2g/t Au on any of the Gold Projects currently held by the Company (where "Gold Projects" is defined as the Springdale Gold Project, the Mt Maguire Gold Project and/or the Burracoppin Gold Project) (Class B Milestone), with the Class B Performance Rights expiring on the date that is three (3) years from the date of Admission if the Class B Milestone is not achieved.

The Class C, E, and G Performance Rights were issued on 6 September 2021 and have the following milestones attached to them:

Class C: the Class C Performance Rights will convert into an equivalent number of Shares upon the Company announcing:

(i) no less than five (5) drill holes each intersecting a minimum gram per metre interval of 8 gram/metre on any of the Gold Projects currently held by the Company (where "Gold Projects" is defined as the Springdale Copper-Gold Project, the Mt Maguire Gold Project or the Burracoppin Gold Project); or

(ii) the Company announcing no less than five (5) drill holes each intersecting a minimum percent per metre interval of 4 percent/metre on any of the Copper Projects currently held by the Company (where "Copper Projects" is defined as the Horry Copper Project and the Callawa Copper Project),

with the Class C Performance Rights expiring on the date that is two (2) years from the date of Admission, being 7 July 2021, if the Class C Milestone is not achieved.

Class E: the Class E Performance Rights will convert into an equivalent number of Shares upon the Company announcing a JORC (2012) compliant Mineral Resource of gold at a grade of not less than 2g/t Au on any of the Gold Projects currently held by the Company (where "Gold Projects" is defined as the Springdale Gold Project, the Mt Maguire Gold Project and/or the Burracoppin Gold Project) with an inground value of no less than $50,000,000 (Class E Milestone), with the Class E Performance Rights expiring on the date that is three (3) years from the date of Admission, being 7 July 2021, if the Class E Milestone is not achieved.

Class G: the Class G Performance Rights will convert into an equivalent number of Shares upon the Company achieving delivery of a positive NPV (8% post-tax discount rate) of over A$65m as determined by a Scoping Study on any of its current or future projects within the next 5 years from the date of the Company being admitted to the Official List of ASX, being 7 July 2021.

The Class I, J, K, L and M Performance Rights were issued on 9 May 2022 and have the following milestones attached to them:

Class H: the Class H Performance Rights will convert into an equivalent number of Shares upon the Company achieving a 20 day Volume Weighted Average Price (VWAP) of its securities as traded on the ASX of not less than 50 cents per share. This hurdle must be achieved by 14 February 2024.

Class I: the Class I Performance Rights will convert into an equivalent number of Shares upon achievement of the Company collecting not less than 15 rock samples (Cumulative) from any of its lithium projects defineds as either Red Peak Lithium Project, the Yarrie Lithium Project, or the Barrow Creek Lithium Project, that exhibit the mineralogical composition of an LCT pegmatite with geochemistry results of not less than 180PPm Li, 50pp Cs, 15ppm Ra and 700pm Rb. This hurdle must be achieved within 2 years from the date of grant of the Performance Right.

Class J: the Class J Performance Rights will convert into an equivalent number of Shares upon achievement by the Company, of completion of an RC Drilling program at any of its lithium projects defined as either Red Peak Lithium Project, the Yarrie Lithium Project, or the Barrow Creek Lithium Project. Where the RC drilling program intersects a mineralised interval of not less than 5M @1% Li_2O across not less than three (3) indivifual drill holes. This hurdle must be achieved within 3 years from the date of grant of the Performance Right.

Class K: the Class K Performance Rights will convert into an equivalent number of Shares upon achievement by the Company of a JORC (or N143-101) compliant resource of >1,500,000 tonnes @>0.8% Li_2O at any of its lithium projects defineds as either Red Peak Lithium Project, the Yarrie Lithium Project, or the Barrow Creek Lithium Project. This hurdle must be achieved within 3 years from the date of grant of the Performance Right.

Class L: the Class L Performance Rights will convert into an equivalent number of Shares upon achievement by the Company of a market capitalisation of not less than $30 million. This hurdle must be achieved within 2 years from the date of grant of the Performance Right.

Class M: the Class M Performance Rights will convert into an equivalent number of Shares upon achievement by the Company of a 20-day VWAP shareprice >$0.60 within 3 years from the date of grant of the Performance Right.