

Quarterly Activities Report

Period ending March 2024

ASX:EG1

EverGreen Lithium

HIGHLIGHTS

- All geochemical assays from the Bynoe 2023 field season received.
- Additional large scale lithium geochemical targets identified similar to existing targets.
- New lithium targets located throughout the tenure including central, east and south-east.
- Permitting and approvals process continued, with MMP anticipated to be approved very soon.
- Planned work programs for 2024 (dry season) include auger, RAB/AC and RC drilling testing geochemical and geophysical anomalies with potential follow-up diamond drilling.

EverGreen Lithium Limited (ASX:EG1) (“EverGreen Lithium” or “the Company”) is pleased to announce its quarterly activities report for the period ending 31 March 2024.

BYNOE PROJECT (NORTHERN TERRITORY)

Exploration at Bynoe focused on the discovery of economic lithium mineralisation hosted in lithium-bearing lithium-cesium-tantalum (LCT) pegmatites.

During the period all geochemical assays were received from the 2023 field season at Bynoe in the Northern Territory, which resulted in the identification of large lithium targets within the project area. These new lithium targets were located throughout the tenement, and in addition to the existing western targets, new lithium targets were identified in the central, east and south east area of the tenement. This further demonstrated the potential for additional lithium

spodumene mineralisation in the Bynoe pegmatite field, and within EverGreen's 231km² tenure.

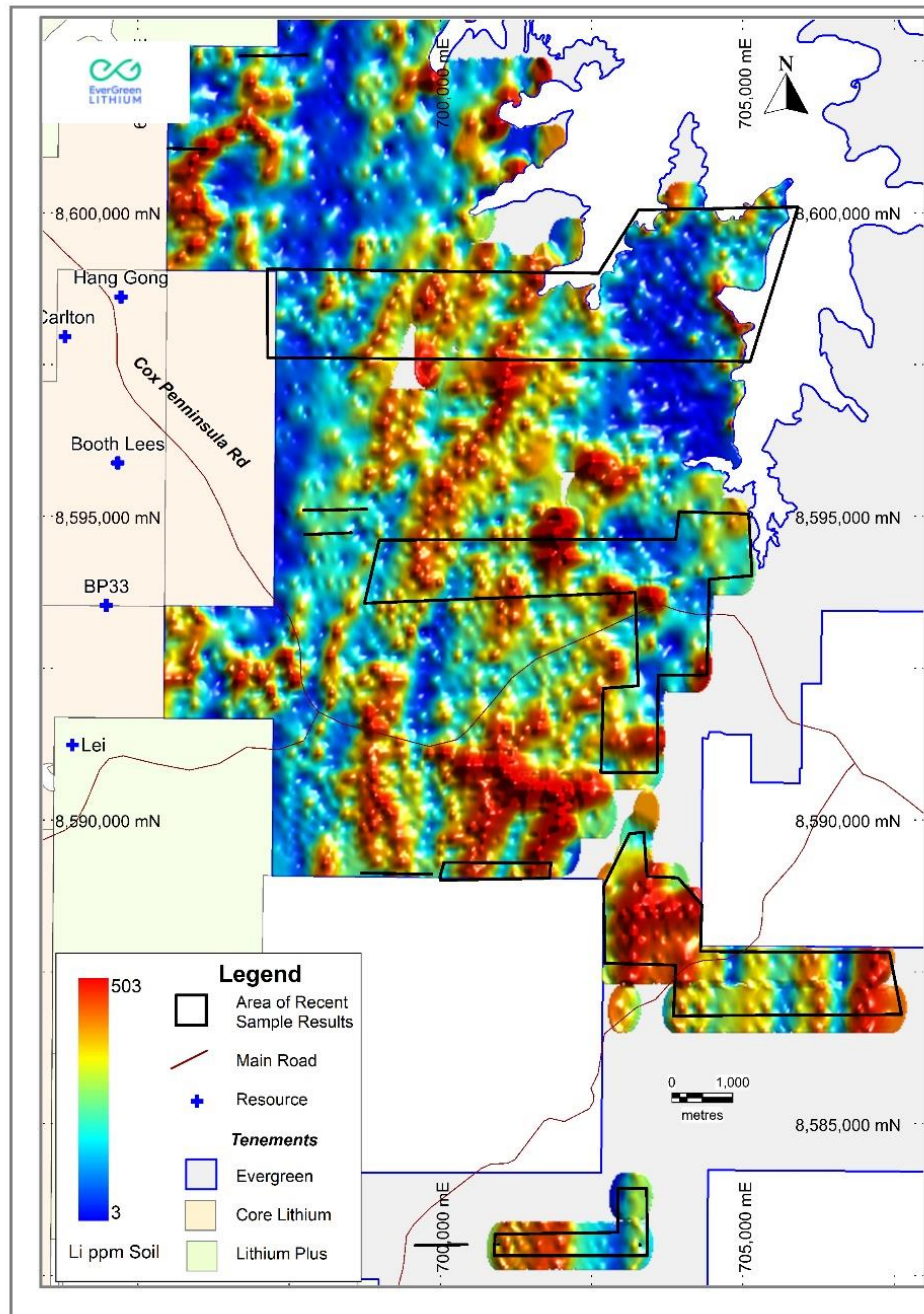


Figure 1: Bynoe Project gridded Li ppm assay values.

Results from geochemical works received throughout the quarter show strong geochemical targets located throughout the Bynoe lease.

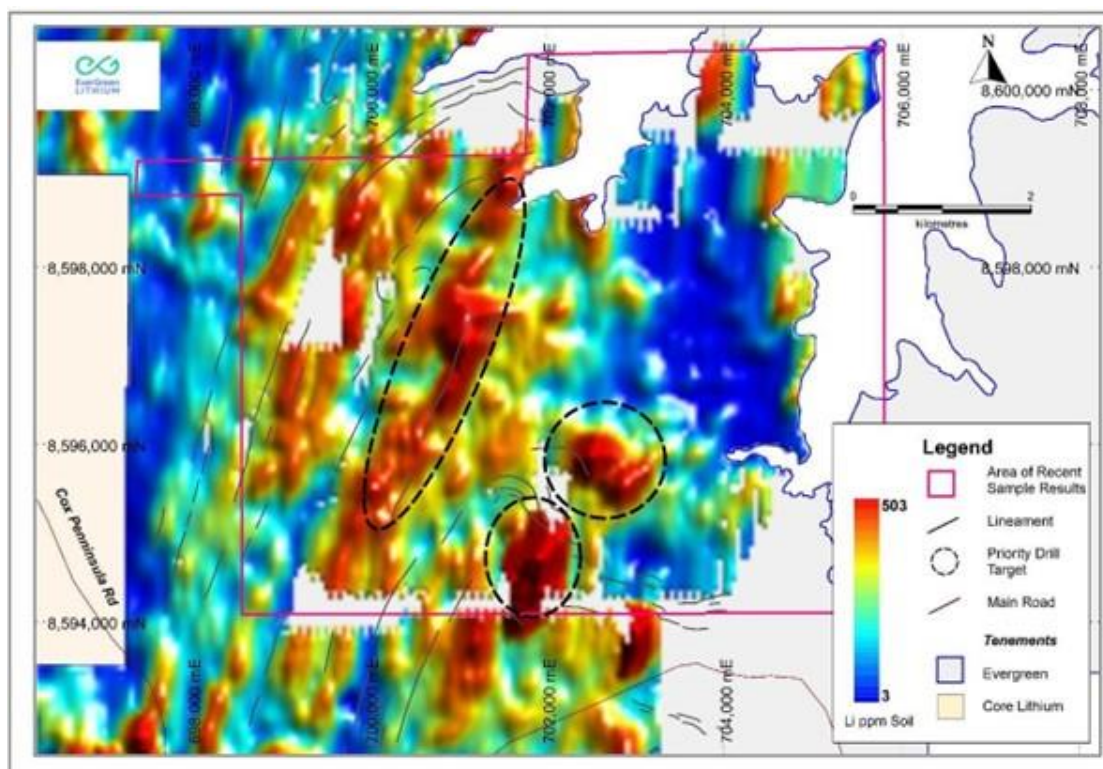


Figure 2: Gridded lithium soil assays showing potential pegmatites beneath thin cover units.

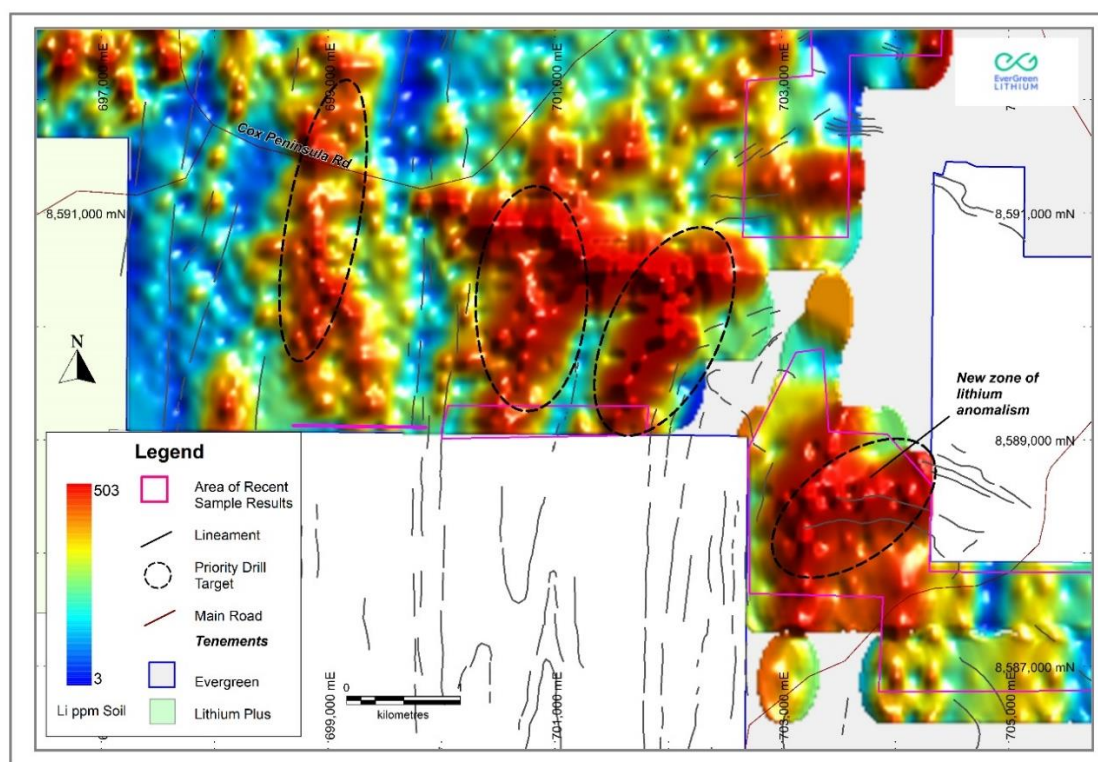


Figure 3: Gridded lithium soil assays showing potential pegmatites beneath thin cover units.

KENNY PROJECT (WESTERN AUSTRALIA)

Interpretation of results from the 2023 and 2022 field season continues, prior to potential works being undertaken in the west of the tenure.

FORTUNE PROJECT (NORTHERN TERRITORY)

Discussions continue between the Company and the Traditional Owners pertaining to an exploration agreement to progress the tenure to grant status. The process is progressing, and an on-country meeting is proposed for CY24H2.

FINANCIAL

Cash and cash equivalents as at 31 March 2024 was \$6,255k compared with \$6,865k at 31 December 2023.

Cash movements during the quarter included corporate and administration cost of \$188k compared to \$244k in Q2 FY24. This level of activity remains relatively unchanged, and any differences are due to the timing of working capital payments. Staff costs of \$287k increased from \$200k in the prior quarter. This increase can be attributed to the hiring of geologists to assist with exploration activities. Payments for exploration and evaluation of \$157k in the period were down from \$461k in the previous quarter. This is due to the halting of exploration activities in the Northern Territory during the wet season. Interest reduced by \$45k in the quarter to \$22k due to the transfer of \$5m in cash from a high interest earning term deposit account to a lower interest earning cash reserve account.

Directors, being related parties of the Company were remunerated to the amount of \$123k in director and consulting fees during the quarter. An additional \$4.4k was paid to a related entity of a Director as settlement of rent expenses for the quarter.

Refer to the Appendix 5B for an overview of the Company's financial activities during the quarter.

The Company provides the following disclosures required by ASX Listing Rule 5.3.4 regarding a comparison of its actual expenditure to date since listing on 11 April 2023 against the 'Use of Funds' statement in its Prospectus dated 5 April 2023. Estimated expenditure for each quarter is calculated by prorating the Use of Funds statement across the 2-year period post-IPO, unless otherwise stated in the notes below. Going forward, it is expected that, barring any unforeseen circumstances, the Use of Funds will be in line with that set out in the Company's Prospectus.

Funds available	Note	Use of funds statement (\$000s)	Actual (\$000s)	Variance (\$000s)
Existing cash reserves	1	3,668	2,908	760
Funds raised from the public offer		7,000	7,000	-
Total		10,668	9,908	760

Allocation of funds	Note	Estimated expenditure to 31 Mar 2024 (\$000s)	Actual expenditure to 31 Mar 2024 (\$000s)	Variance (\$000s)
Granted Tenement Exploration	2	2,600	1,499	1,101
Expenses of the Offer		433	187	246
Administration, Compliance costs and Working Capital	3	1,801	1,966	(165)
Total		4,834	3,652	1,182

Notes:

1. The actual opening cash balance at 11 April 2023 was lower than the balance used in the prospectus.
2. Actual granted tenement exploration of \$1,499k was lower than estimated expenditure primarily due to timing of exploration activity, which is expected to reverse in the upcoming quarters.
3. Actual administration, compliance costs and working capital of \$1,966k was \$165k higher than estimated primarily due to timing of working capital payments and short-term incentives.

Tenement Schedule (Australia)

License	Location	License Type	Ownership
EL31774	Northern Territory	Exploration Licence	Synergy Prospecting Pty Ltd (100%)
EL31828	Northern Territory	Exploration Licence Application	Synergy Prospecting Pty Ltd (100%)
E63/1888	Western Australia	Exploration Licence	Synergy Prospecting Pty Ltd (100%)

This announcement is approved for release by the Board of EverGreen Lithium.

FOR FURTHER INFORMATION, PLEASE CONTACT:

MEDIA & INVESTOR RELATIONS

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ABOUT EVERGREEN LITHIUM (ASX:EG1)

EverGreen Lithium (ASX:EG1) is an exploration company which owns 100% of three highly prospective lithium spodumene projects in Australia. The Bynoe, Kenny and Fortune Projects are located in areas of known lithium pegmatite occurrences within the Northern Territory and Western Australia. EverGreen's flagship Bynoe Lithium Project comprises a 231km² land position contiguous to Core Lithium's (ASX:CXO) producing Finniss Project. EverGreen's objective is to achieve exploration success with the goal of identifying a world class discovery utilising the latest in exploration techniques while maintaining an ESG focus with a view to contributing to a clean and green future.

To learn more, please visit: www.evergreenlithium.com.au

FORWARD LOOKING STATEMENTS

This announcement may contain certain forward-looking statements that have been based on current expectations about future acts, events and circumstances. These forward-looking statements are, however, subject to risks, uncertainties and assumptions that could cause those acts, events and circumstances to differ materially from the expectations described in such forward-looking statements. These factors include, among other things, commercial and other risks associated with exploration, estimation of resources, the meeting of objectives and other investment considerations, as well as other matters not yet known to EverGreen Lithium or not currently considered material by the company. EverGreen Lithium accepts no responsibility to update any person regarding any error or omission or change in the information in this presentation or any other information made available to a person or any obligation to furnish the person with further information.

COMPETENT PERSON STATEMENT

The information in this announcement that relates to exploration results is based on information reviewed by Chris Connell a Competent Person who is a Fellow and Chartered Professional of the Australasian Institute of Mining and Metallurgy and Technical Exploration Manager to Evergreen Lithium Limited. He is exploration geologist with over 25 years' experience including sufficient experience in the styles of mineralisation and type of deposit under consideration and to the activity undertaken to qualify as a Competent Person as defined in the 2012 Edition of the Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Chris Connell has consented to the inclusion in this Public Report of the matters based on his information in the form and context in which it appears.

Appendix 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

Evergreen Lithium Limited

ABN

17 656 722 397

Quarter ended ("current quarter")

31 March 2024

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	-	-
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(287)	(937)
	(e) administration and corporate costs	(188)	(741)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	22	161
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (provide details if material)	-	-
1.9	Net cash from / (used in) operating activities	(453)	(1,517)
2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	(4)
	(d) exploration & evaluation	(157)	(912)
	(e) investments	-	-
	(f) other non-current assets	-	-

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	Net cash from / (used in) investing activities	(157)	(916)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	Net cash from / (used in) financing activities	-	-

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	6,865	8,688
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(453)	(1,517)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(157)	(916)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	6,255	6,255

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	6,255	6,865
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	6,255	6,865

6.	Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1	127
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
<i>Directors, being related parties of the Company were remunerated to the amount of \$123k in Director and consulting fees during the quarter. An additional \$4.4k was paid to a related entity of a Director as settlement of rent expenses for the quarter.</i>		

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

7.	Financing facilities <i>Note: the term "facility" includes all forms of financing arrangements available to the entity.</i> <i>Add notes as necessary for an understanding of the sources of finance available to the entity.</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
7.1	Loan facilities	-	-
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	Total financing facilities	-	-
7.5	Unused financing facilities available at quarter end		-
7.6	Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		
	N/A		

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(453)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(157)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(610)
8.4	Cash and cash equivalents at quarter end (item 4.6)	6,255
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	6,255
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	10.25
	<i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>	
8.8	If item 8.7 is less than 2 quarters, please provide answers to the following questions:	
8.8.1	Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
	Answer: N/A	
8.8.2	Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
	Answer: N/A	
8.8.3	Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?	
	Answer: N/A	
	<i>Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.</i>	

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

30 April 2024

Date:

By Order of the Board

Authorised by:
 (Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg *Audit and Risk Committee*]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.