

Quarterly Activities Report Period ending September 2024

ASX:EG1
EverGreen Lithium

HIGHLIGHTS

- The second phase of near surface drilling commenced at EverGreen Lithium's Bynoe Project late in the September quarter, targeting LCT pegmatites and gold
- Early drilling at the Company's Bynoe Project provides evidence that Core Lithium's mineralised pegmatite field continues into Bynoe
- With an extensive aircore drilling program ongoing at Bynoe, the Company hopes to build upon its early success by identifying additional pegmatites prospective for lithium-spodumene mineralisation
- Planned work programs for 2024 will include auger and RAB/AC drilling and field mapping, with potential follow-up diamond and RC drilling to test the newly identified pegmatites below the weathered zone

EverGreen Lithium Limited (ASX: EG1) is pleased to announce its quarterly activities report for the period ending 30 September 2024. During the quarter, the Company focused on exploration activities at its highly prospective Bynoe Project, 50km south of Darwin and directly east of Core Lithium's Finniss Mine in Australia's Northern Territory.

At the start of the quarter, the Company announced the commencement of RAB/Aircore drilling at the Bynoe Project. The exploration strategy for the near term included auger and AC/RAB drilling to test geochemical anomalies from the previous soil sampling program, ANT geophysical targets, and high potential areas identified through mapping and desktop interpretation programs.

The auger and AC/RAB programs also allowed the geology team to test beneath the shallow cover units that were common in the work area. The drilling campaign followed the approval of the Company's Mine Management Plan (MMP) in April and ground conditions being dry enough to allow access for heavier vehicles.

Pleasingly, EverGreen's early drilling at Bynoe provided evidence that Core Lithium's mineralised pegmatite field continues into EverGreen Lithium's Bynoe Project. The initial aircore drilling in the north of the Bynoe Project intercepted pegmatitic intrusions in multiple locations. Logging of drill samples at the company's **Lunchbox** and **Frogmouth** prospects then identified pegmatites close to surface (See Figure 1).

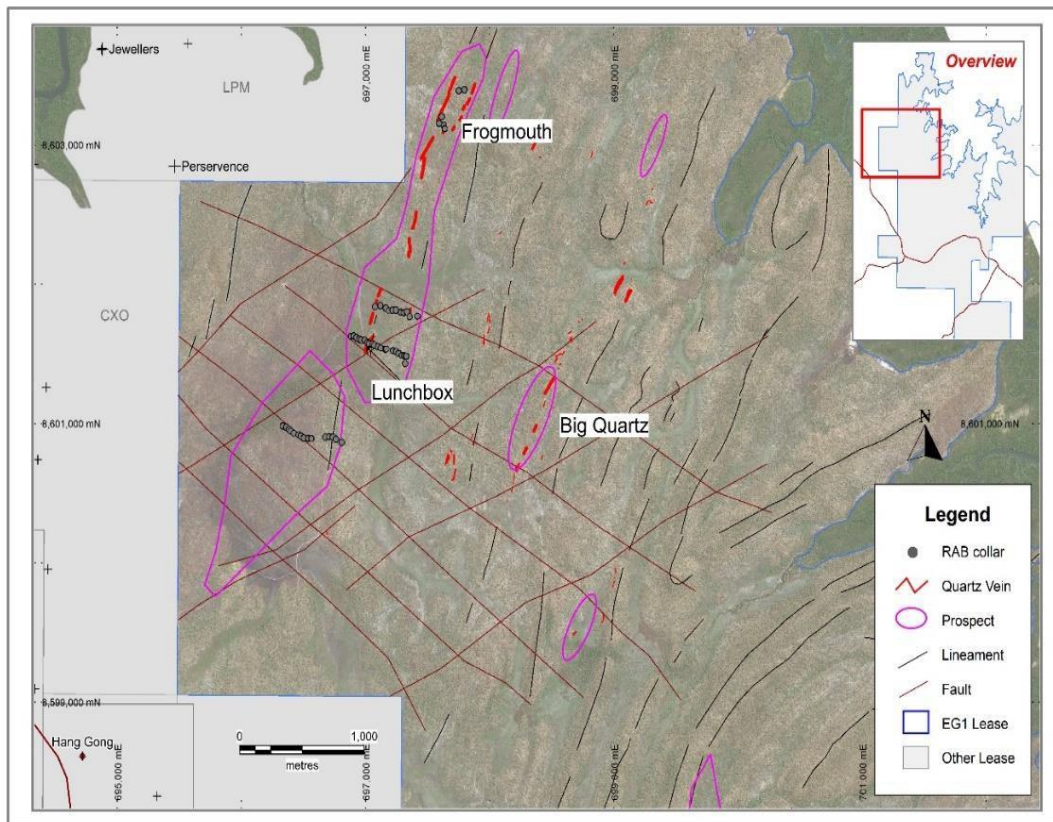


Figure 1: Current area of aircore drilling at Lunchbox and Frogmouth prospects in north of the Bynoe project.

Later in the September quarter, EverGreen commenced aircore drilling targeting lithium–caesium–tantalum (LCT) pegmatites and gold. The Company has previously intersected shallow pegmatites east of Lithium Plus’ Perseverance and Jewellers advanced prospects. The prospects being tested as part of this phase of the drilling program are in a similar geological setting to Core Lithium’s prospects, and are along the Western side of the tenure.

The current drilling program is utilising aircore and auger drilling techniques to test for LCT pegmatites and gold mineralisation at shallow levels.



Figure 2: Aircore drilling in the field at EverGreen’s EL 31774

This phase of exploration marks the first time that EverGreen has targeted gold mineralisation at Bynoe. The gold targets are interpreted extensions of the nuggety gold associated with quartz veins discovered at Core Lithium's Far East prospect, less than 50m from the tenure boundary (see Core Lithium Limited 17 Feb 2021 press release (ASX: CXO)). CXO's prospects of Windswept, Hurricane and Far East (SSW to NNE) are interpreted to trend NNE into EverGreen's Bynoe project (EL31774).

EverGreen's geological team believes these gold occurrences are associated with the Pine Creek Orogen. The Pine Creek Orogen has a 150-year history of gold mining with more than 4 million ounces of gold produced.

Next Steps

EverGreen is pleased with the significant progress in its ongoing exploration program at the Bynoe Project. The potential for a new discovery is significant and demonstrated by the multiple lithium pegmatite resources discovered within a 5km radius on adjacent properties in the last 5 years. The Company believes evidence of gold mineralisation complements EverGreen's lithium exploration activities and augments the Company's value by presenting opportunity to develop into a multi commodity project. Further favourable results will pave the way for follow-up work programs including additional aircore drilling and RC drilling.

CORPORATE AND FINANCIAL

On 14 August 2024, the Company announced the resignation of Mr Christopher Connell as a Non-Executive Director. The Company wishes to thank Chris for his contribution as a director of the Company.

Cash and cash equivalents as 30 September 2024 was \$4,484k compared with \$5,579k at 30 June 2024. Cash movements during the quarter included corporate and administration costs of \$186k compared to \$164k in Q4 FY24. This level of activity remains relatively unchanged, and any differences are due to the timing of working capital payments.

Staff costs of \$184k decreased from \$268k in the prior quarter. This decrease can be attributed to the capitalisation of staff costs directly attributable to fieldwork activity at Bynoe, to align with the treatment in the year-end financial statements.

Payments for exploration and evaluation of \$741k in the period were up from \$208k in the previous quarter. This increase is due to an increase in field activities in Bynoe including auger and RAB drilling and the capitalisation of certain staff costs noted above.

Directors, being related parties of the Company were remunerated to the amount of \$154k 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 30 Sep 2024 (\$000s)	Actual expenditure to 30 Sep 2024 (\$000s)	Variance (\$000s)
Granted Tenement Exploration	2	3,900	2,446	1,454
Expenses of the Offer	3	865	187	678
Administration, Compliance costs and Working Capital	4	2,702	2,791	(89)
Project Identification/Acquisition		-	-	-
Total		7,467	5,424	2,043

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 \$2,446k was lower than estimated expenditure primarily due to timing of exploration activity, which is expected to partly reverse in the upcoming quarters.
3. The actual expenses of the initial public offer was lower than the estimated expenditure disclosed above, primarily due to certain costs of the offer being incurred prior to the first reportable quarterly activities report.
4. Actual administration, compliance costs and working capital of \$2,791k was \$89k higher than estimated primarily due to timing of working capital payments and short-term incentives paid out in the previous financial year.

Tenement Schedule

EL31774	NT	Exploration License	Synergy Prospecting Pty Ltd
EL31828	NT	Exploration License Application	Synergy Prospecting Pty Ltd
E63/1888	WA	Exploration License	Synergy Prospecting Pty Ltd

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

FOR FURTHER INFORMATION, PLEASE CONTACT:

COMPANY

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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 Finiss 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 Bruce Smith, a Competent Person who is a Member of the Australian Institute of Mining and Metallurgy and Technical Consultant to EverGreen Lithium Limited. Mr Smith is an exploration geologist with over 30 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. Bruce Smith 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")

30 September 2024

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 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	(184)	(184)
	(e) administration and corporate costs	(186)	(186)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	17	17
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	(353)	(353)

2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	(1)	(1)
	(d) exploration & evaluation	(741)	(741)
	(e) investments	-	-
	(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 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	(742)	(742)

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	5,579	5,579
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(353)	(353)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(742)	(742)
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 (3 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	4,484	4,484

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	4,484	4,484
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)	4,484	4,484

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	159
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-

Directors, being related parties of the Company were remunerated to the amount of \$155k 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. These figures are GST inclusive.

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. 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)	(353)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(741)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(1,094)
8.4 Cash and cash equivalents at quarter end (item 4.6)	4,484
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	4,484
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	4.10
<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.

Date: ...31 October 2024.....

Authorised by:By Order of the Board.....
(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.