

Quarterly Activities Report Period ending December 2024

ASX:EG1
EverGreen Lithium

HIGHLIGHTS

- Multiple exploration programs were completed in 2024 validating the lithium and gold potential at Bynoe.
- Appointment of Technical Geological Adviser to support ongoing exploration initiatives.
- Completion of Q4'2024 Aircore and RC drilling programs, with an additional 6,456 Aircore meters and 1,799 RC meters.
- Confirmation of the presence of spodumene in RC chip samples.
- Discovery of new prospective zones through mapping and soil sampling, enhancing lithium and gold exploration opportunities.
- Leverage significant discovery potential to position the Bynoe Project as a multi-commodity resource opportunity.
- Project generation activities commenced, with multiple projects being reviewed aimed at complementing EverGreen's existing portfolio.

EverGreen Lithium Limited (ASX: EG1) is pleased to announce its quarterly activities report for the period ending 31 December 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.

Exploration Update – Bynoe Project

During the quarter, EverGreen Lithium made significant progress in its exploration activities at the Bynoe Lithium Project, concluding the 2024 exploration season.

Exploration efforts included:

Geological Mapping and Rock Chip Sampling Programs

Regional and prospect scale mapping, along with rock chip sampling was undertaken. The mapping programs identified numerous quartz veins which may be the surface expression of blind pegmatites or potential hosts to gold mineralisation. A total of 217 rock chip samples were taken in the recent program aimed at delineating potential gold hosting quartz veins.

Auger Sampling Program

From June to August, auger sampling was carried out in several key areas targeting LCT pegmatites. Aiming to collect geochemical samples for lab analysis and to map the host rock types beneath thin cover layers.

The auger program totaled 1,314m drilled with a total of 578 samples taken during 2024.

Results identified lithium anomalous zones in the SW of the lease which received follow-up aircore and RC drilling. Interpretation of results is on-going, with re-assaying of selected laboratory pulps for gold (results pending).

RAB / Aircore Drilling

An initial drilling program commenced mid year and was completed in June and July. This initial program consisted of a total of 6,872 meters and was aimed at testing structures for blind pegmatites in areas not affected by wet field conditions (2nd priority areas).

An air core drilling program testing for both LCT pegmatites and gold mineralisation was thereafter conducted across several of the high priority areas in Sept and Oct for 6,456 meters. The completed AC program included: -

- 156 x 2m short holes to test for gold mineralisation across three soil arsenic anomalous trends near Core Lithium's Far East Prospect.
- 32 x 5m vertical short holes to obtain geochemical and lithological samples testing for LCT pegmatites (regional geochemical near surface program to test beneath cover units)
- 109 inclined holes testing for the presence of pegmatites in the west of the lease.

AC drilling identified eleven different pegmatite bodies, which given timing, two of which received follow up RC drill testing. The market will be updated once laboratory results are received and interpreted.

RC Drilling

RC drilling was conducted in three areas within EL31774 testing both LCT pegmatite and gold targets. This drill program was undertaken late in the year and was interrupted by wet field conditions which restricted access to many areas. The RC program's aims were:

- Test pegmatite targets identified in the AC drilling program; and
- Test areas identified as priority gold targets.

Fourteen holes were completed for a total of 1,799 meters drilled prior to rain interrupting the program.

Holes EBRC001 to 006 targeted pegmatites and holes EBRC007 to 014 targeted gold.

Results targeting LCT pegmatites proved positive with pegmatites intercepted in 4 holes, with the best result coming from EBRC001 which intercepted 5m of spodumene bearing pegmatite from 91m as shown in table 1. The company plans to follow up with deeper drilling to better understand the extents of the system in 2025.

Drilling tested gold targets noted quartz veins with minor sulphides. Assay results for this program are pending.



Figure 1: Drill rig with associated support trucks at West Bloc

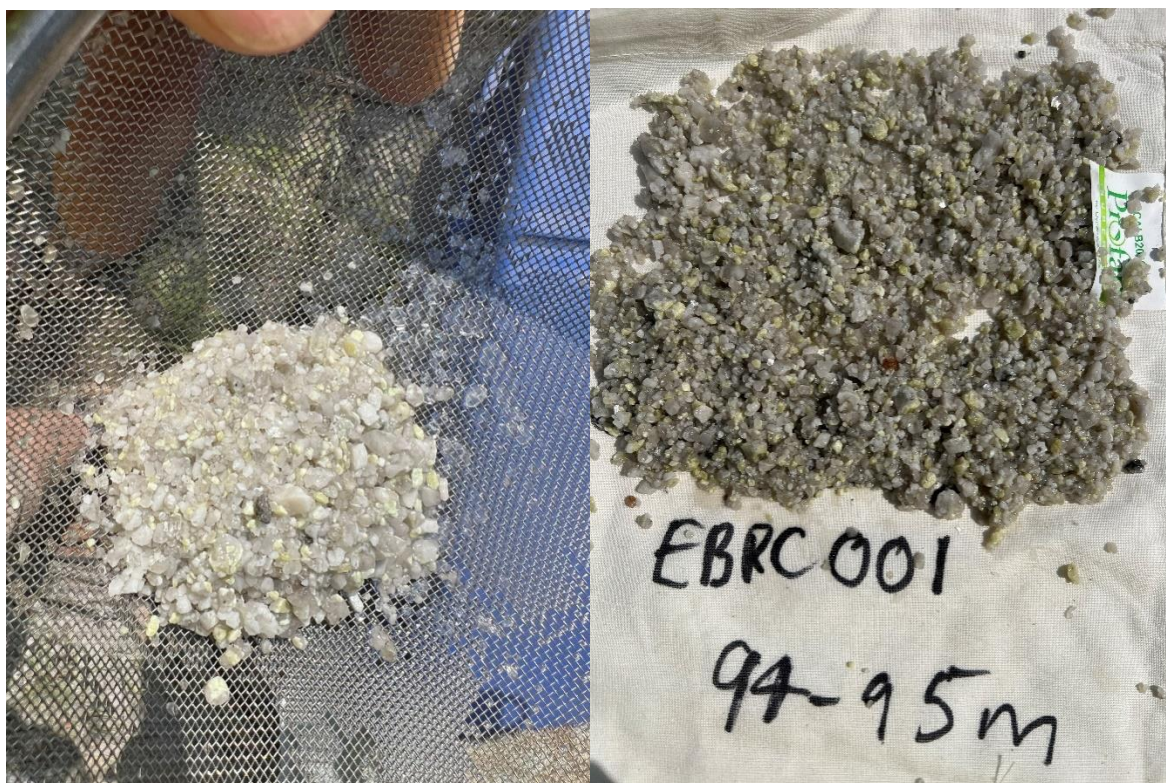


Figure 2: Spodumene in an RC chip sample

In respect to Figure 2 above, and further information on drill hole data:

1. Visual estimates of mineral abundance should never be considered a proxy or substitute for laboratory analyses where concentrations or grades are the factor of principal economic interest. Visual estimates also potentially provide no information regarding impurities or deleterious physical properties relevant to valuations; and
2. Figure 2 relates to Hole ID EBRC001 From 94m to 95m in Table 1 and Table 2.
3. Refer to announcement “EG1 confirms LCT pegmatite plus gold potential (Revised)”, dated 6 January 2025 and corresponding JORC table.

It is expected that drilling assays will be received on a continuing basis with interpretation to coincide, on an ongoing basis into and throughout February. A report will be made to the market upon conclusion or assay receipt and interpretation.

Appointment of Dr. David Rawlings

Dr. Rawlings was inaugural Exploration Manager at Core Lithium between 2016 and 2021. Accordingly, Dr. Rawlings played an important role in the exploration success achieved at the Finniss project.

Dr. Rawlings brings over 25 years of extensive geological expertise to EverGreen across a broad range of commodities including lithium, uranium, base metals, cobalt, rare earths, and potash.

In this new role, Dr. Rawlings will provide technical support to the current geological team working at Bynoe. This initiative aims to fast-track the next phase of work, with a clear focus on unlocking Bynoe's lithium resource potential in the highly prospective region contiguous to Core Lithium's Finniss Project.

Project Generation

One of the limitations of the Bynoe project is the seasonal nature of exploration, with which the onset of the wet season (December) sees a halt to in field exploration activities until its subsequent ending, typically in April. Accordingly, the Company is undertaking various reviews of other brownfield mineral projects with an aim of bolstering its suite of exploration assets. Commodities currently under review include but are not limited to lithium, gold and antimony with an Australian focus. Review activities remain ongoing, and the market will be updated accordingly.

CORPORATE AND FINANCIAL

EverGreen Lithium Limited (ASX: EG1) appointed Dr. David Rawlings as Technical Adviser to enhance its exploration efforts. With over 25 years of geological expertise and a pivotal role in the success of Core Lithium's Finniss Project, Dr. Rawlings is set to accelerate work at the Bynoe Project, focusing on unlocking its underexplored lithium potential.

Cash and cash equivalents as 31 December 2024 was \$3,294k compared with \$4,484k at 30 September 2024.

Cash movements during the quarter included corporate and administration costs of \$211k compared to \$184k in Q1 FY25. This level of activity remains relatively unchanged, and any differences are due to the timing of working capital payments.

Staff costs of \$136k decreased from \$186k in the prior quarter. This decrease is attributable to a reduction in requirement for staff at Bynoe, most of whom are on casual contracts. Payments for exploration and evaluation of \$849k in the period were up from \$741k in the previous quarter. This increase is due to an increase in exploration activities at Bynoe in October and November and the capitalisation of certain staff costs noted above. The Company has reduced its exploration expenditure until the end of the wet season with minimum expenditure planned during the calendar year whilst considering alternative projects.

Interest earned on cash held in an interest earning cash reserve account has reduced in line with the reduction in the amount of cash held by the Company.

Directors, being related parties of the Company were remunerated to the amount of \$105k 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 Dec 2024 (\$000s)	Actual expenditure to 31 Dec 2024 (\$000s)	Variance (\$000s)
Granted Tenement Exploration	2	4,550	3,298	1,252
Expenses of the Offer	3	865	187	678
Administration, Compliance costs and Working Capital		3,152	3,129	23
Project Identification/Acquisition		-	-	-
Total		8,567	6,614	1,953

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 \$3,298k was lower than estimated expenditure primarily due to timing of exploration activity, which is expected to 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.

Tenement Schedule

EL31774	NT	Exploration License	Synergy Prospecting Pty Ltd	Renewal application lodged, 23/01/2025.
EL31828	NT	Exploration License Application	Synergy Prospecting Pty Ltd	Discussions with NTP remain ongoing.
E63/1888	WA	Exploration License	Synergy Prospecting Pty Ltd	Surrendered 40% of tenure area in accordance with S.65 Compulsory Partial Surrender requirements.

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 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 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")

31 December 2024

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	(3)	(3)
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(136)	(322)
	(e) administration and corporate costs	(211)	(395)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	12	29
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	(338)	(691)

2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	(3)	(4)
	(d) exploration & evaluation	(849)	(1,590)
	(e) investments	-	-
	(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 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	(852)	(1,594)

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	4,484	5,579
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(338)	(691)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(852)	(1,594)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	3,294	3,294

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	3,294	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)	3,294	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	110
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 \$105k 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.

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)	(338)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(849)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(1,187)
8.4	Cash and cash equivalents at quarter end (item 4.6)	3,294
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	3,294
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3) <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>	2.78
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 January 2025.....

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.