



METALS AUSTRALIA LTD

ACN: 008 982 474

ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2023

METALS AUSTRALIA LTD

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METALS AUSTRALIA LTD

COMPANY DIRECTORY

DIRECTORS

Michael Scivolo
Basil Conti
Rachelle Domansky
Alexander Biggs

AUDITORS

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COMPANY SECRETARY

Michael Muhling

BANKERS

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SOLICITORS

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SECURITIES EXCHANGE LISTING

The Company is listed on the
Australian Securities Exchange

Home Exchange: Perth, Western
Australia

ASX code for shares: MLS

METALS AUSTRALIA LTD

DIRECTORS REPORT

The Directors present their report on the consolidated entity consisting of Metals Australia Ltd (Metals Australia and Company) and its controlled entities for the year ended 30 June 2023.

DIRECTORS

The following were Directors of Metals Australia Ltd during the financial year and up to the date of this report:

Michael Scivolo (Chairman)

Basil Conti

Rachelle Domansky

Alexander Biggs (appointed 16 August 2022)

PRINCIPAL ACTIVITIES

The principal continuing activities of the consolidated entity are the exploration of mineral deposits and investment.

OPERATING AND FINANCIAL REVIEW

Metals Australia is focussed on exploration, discovery and development over a high-quality portfolio of advanced battery minerals and metals projects in the well-established mining provinces of Western Australia and Quebec, Canada.

The Company's flagship **Lac Rainy Graphite Project** in Quebec, Canada, hosts a high-grade flake-graphite Mineral Resource which has been the subject of a scoping study in 2020 which demonstrated the potential of the project to produce high-grade flake graphite concentrate. During the reporting period the Company completed testwork which demonstrated that Lac Rainy flake graphite concentrate can be processed to produce premium battery-grade spherical graphite and electrochemical tests have demonstrated outstanding lithium-ion battery anode charging and durability qualities for this product. The Company will now seek to rapidly advance this project towards development through further drilling and a Pre-feasibility Study on the development of mining and flake graphite concentrate production as well as advancing initial studies on downstream spherical-graphite production for the rapidly growing lithium-ion battery market in North America.

The Company has also identified outstanding lithium potential on its 100%-owned tenements located in the **Corvette River area** of the James Bay region in Canada. The Company is undertaking an intensive field work program to delineate prospective lithium-bearing pegmatite zones within these highly prospective properties.

The Company's key project in Western Australia is the **Manindi Lithium/Base Metals Project**. The Company has intersected high-grade lithium pegmatites within a 3km x 2km corridor at Manindi and during the reporting period announced high-grade results from diamond drilling and initiated a metallurgical testwork program, examining both the concentrate production potential as well as downstream processing options. The Company has also been drilling to extend existing zinc with copper resources and has also identified a new intrusive related vanadium-titanium discovery with copper-nickel-cobalt sulphide potential at Manindi.

Metals Australia also has an 80% interest in the **Warrambie, Tennant Creek and Murchison Projects**, giving the Company additional exposure to a suite of prospective battery metals and gold assets in known mineral provinces in Western Australia and the Northern Territory.

At 30 June 2023 the Company had \$15.9M in cash giving it substantial funds to progress its exploration objectives.

The Company's strategy involving advancing exploration and development projects carries with it the potential for high rewards but also high-risks due to the volatile and uncertain outcomes of the activities being undertaken. The Company has substantial work to do to establish, and unlock, the economic value in its projects. Mineral prices are also volatile and can fluctuate adversely. The Company has a range of projects and minerals which all present opportunities, and it is highly adaptive and innovative in its exploration and corporate activities. This both manages and minimises risks, and it enables the Company to take full advantage of rapidly evolving opportunities.

REVIEW OF OPERATIONS

Metals Australia Ltd (ASX: MLS) is pleased to provide shareholders with a report outlining the Company's activities for the full year ended 30 June 2023.

Highlights:

Lac Rainy Graphite Project, Quebec, Canada (100%):

During the reporting period the Company completed Phase 2 metallurgical (grinding and flotation) test work on a bulk sample composite from the Lac Rainy flake graphite project ("**Lac Rainy**") grading 16.2% graphitic carbon (Cg). This test work produced a combined commercial concentrate grade of **96.8% Cg¹**, which included a 13.9% component in the larger flake, greater than 150µm category.

Subsequent pilot-scale test work produced 6.5kg of bulk flotation flake graphite concentrate at a combined reported grade of **94% Cg²** (target >94% Cg), which was despatched to ProGraphite in Germany for spherical graphite and battery testing, and was subsequently re-assayed, producing a higher concentrate grade of **96.3% Cg³**.

ProGraphite completed spherical graphite and purification test work on the high-grade flake-graphite concentrate and produced **high-quality, premium-battery grade (99.96% Cg) spherical graphite product**, that exceeds the specifications required by lithium-ion battery anode manufacturers globally⁴, including:

- Exceptional Yield of 65% into battery quality spherical graphite (compared to industry average of ~40%) – potential to substantially enhance the economics of spherical graphite production.
- Excellent Tap Density of 0.97 kg/litre (packing qualities of spheroids in lithium-ion battery). Well above acceptable standard of 0.90 kg/litre which results in higher battery capacity.
- Premium Battery-Grade spherical graphite carbon (Cg) purity of 99.96% Cg achieved using the environmentally-sustainable, low-temperature alkaline purification method to reach battery grade with a final acid wash to reach premium battery grade.

ProGraphite then carried out electrochemical (battery) test work to demonstrate charging qualities and durability of the Lac Rainy premium spherical graphite product for use in lithium-ion battery anodes.

The electrochemical test results exceed the charging and durability requirements of the major lithium-ion battery and electric vehicle (EV) manufacturers⁵, including:

- Very high energy storage capacity of 360mAh/g (high-level for un-coated SpG).
- Excellent discharging performance (delithiation) at very high discharge rates.
- Very high stability and durability after multiple (47) charging/discharging cycles.

REVIEW OF OPERATIONS (continued)

Having proven that Lac Rainy can generate high-quality spherical graphite with outstanding battery anode charging and durability qualities, the Company can now rapidly advance the project towards development. Metals intends to commence a Pre-feasibility Study (PFS) on the development of mining and flake graphite concentrate production at Lac Rainy (Figure 1). The Company will also examine options for down-stream spherical graphite production for the growing North American lithium ion battery anode market.

Lac Rainy is located in one of the world's premier graphite regions in Quebec, Canada (see location, Figure 1, below).

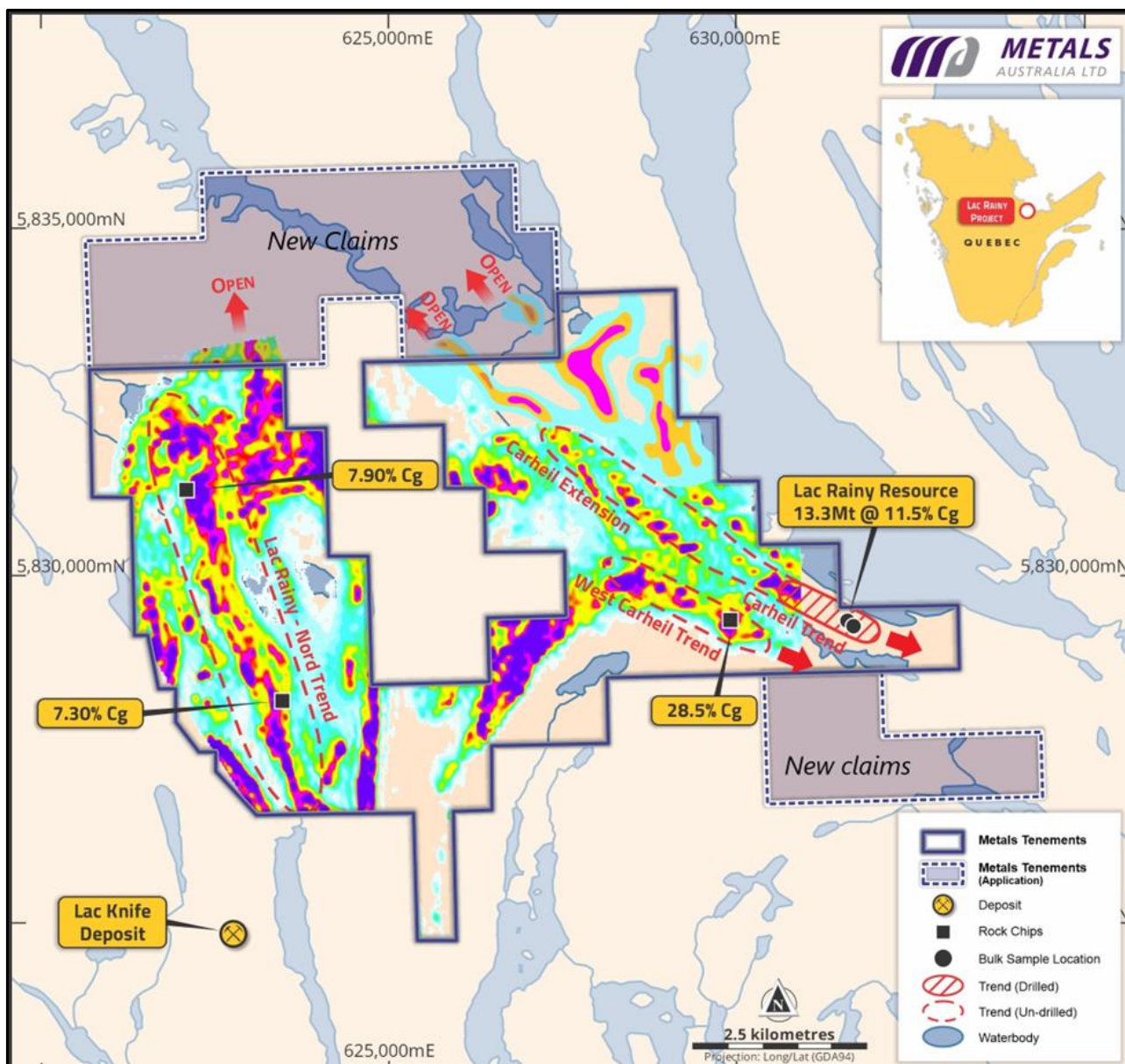


Figure 1: Location of the Lac Rainy Graphite Project with key prospect locations and airborne EM anomalies

REVIEW OF OPERATIONS (continued)

In parallel with the development studies program, the Company has commenced further prospecting and targeting, prior to a broad-spaced drilling and trenching program to expand Lac Rainy's outstanding high-grade graphite resource potential. The objectives of the programs are two-fold:

- To expand Lac Rainy's resource potential, initially focussing on the Carheil Trend, and then the other graphitic trends identified, including the high-grade West Carheil Trend (Figure 2).
- To produce diamond core bulk-samples of high-grade graphitic material from which to generate flotation concentrate samples for further down-stream spherical graphite test work, and to provide to potential customers/offtakers for evaluation and test work.

Corvette River lithium Project, James Bay Region, Quebec, Canada (100%):

Post the reporting period the Company re-commenced its expanded field work program to sample multiple large, potentially lithium bearing pegmatites identified across Metals Australia's expansive tenement package within and west of Patriot Battery Metals Inc.'s Corvette Lithium Project⁶ in Quebec's James Bay region (see Figure 2, below).

Metals Australia's 100% owned Corvette River project area includes the East Pontois and Felicie tenements located within the Corvette (CV) Lithium Trend⁷; tenements at West Pontois along extensions of the CV Lithium Trend, and two large tenement blocks at West and East Eade on a parallel trend 15km to the south ("Corvette South Trend") (see Figure 2).

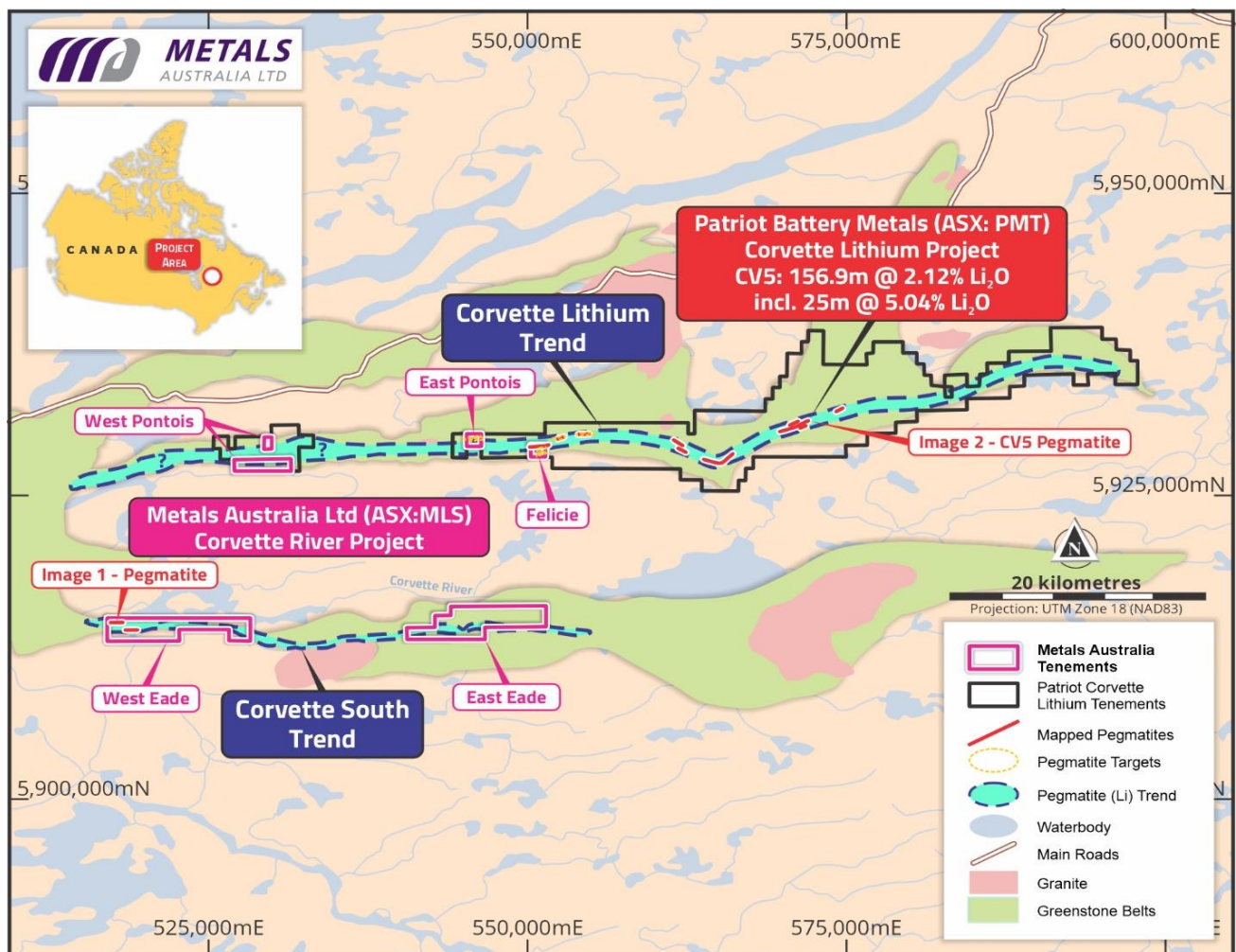


Figure 2: Metals Australia's Corvette River Tenements in the James Bay Region of Quebec

REVIEW OF OPERATIONS (continued)

New field work will test large, potentially lithium-bearing, pegmatites identified on these properties which have not previously been sampled for lithium.

Manindi Battery Metals Project, WA, Australia (80%):

Manindi Lithium Prospects:

During the quarter, the Company announced a high-grade lithium pegmatite diamond drilling intersection⁸ from the Foundation Pegmatite at the Manindi Project, 20 km southwest of Youanmi in Western Australia's highly prospective Murchison District (see Figure 3).

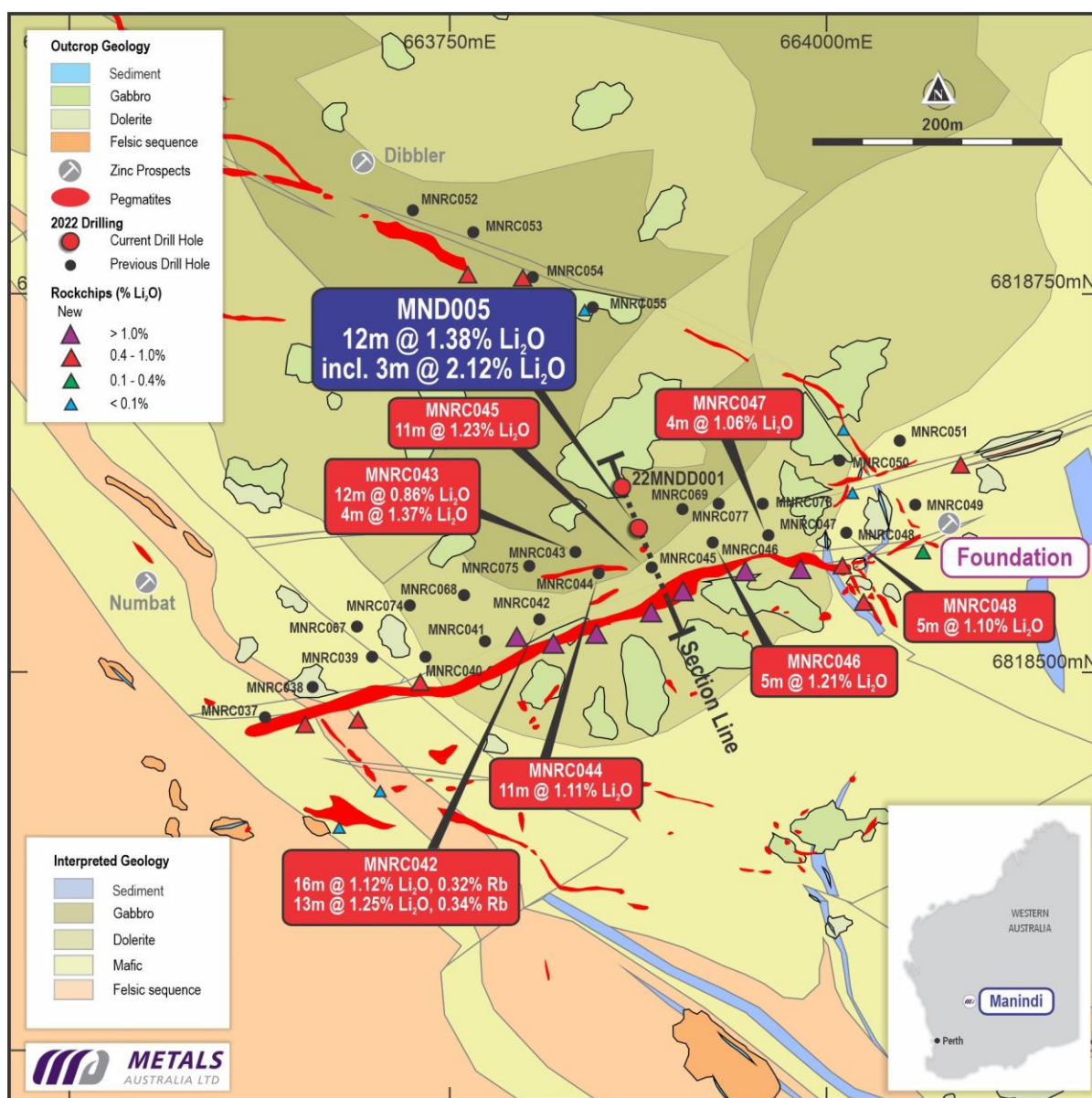


Figure 3: Manindi Project, Foundation Pegmatite, drilling and rockchip results

The latest high-grade lithium results are from drillhole MND005 which tested the highest-grade zone of the Foundation Pegmatite, which previously produced rock chip grades of up to **2.30% Li₂O**⁸. The diamond hole intersected a 12.5m approximately true-width zone of steeply dipping pegmatite with visible lepidolite and petalite crystals throughout, producing the **12m intersection grading 1.38% Li₂O including 3m @ 2.12% Li₂O**⁹ (Table 1). The high-grade lithium-bearing pegmatite has been drilled to more than 120m below surface and remains open at depth (see Figure 3).

REVIEW OF OPERATIONS (continued)

Previous rock chip sampling of this high-grade pegmatite discovery produced results averaging over 1% Li₂O along the entire 500m strike length of the identified pegmatite zone⁸ (see Figure 3). This was confirmed by RC drilling, which tested the Foundation Pegmatite as part of the 3,500m RC drilling program in 2022, producing widespread lithium intersections within a 3km x 1km NW-SE trending pegmatite corridor⁸.

A metallurgical testwork program has been initiated at Manindi, based on a more than 40kg drill-core bulk sample from MND005 grading 1.33% Li₂O⁹. The testwork is being carried out at Nagrom Laboratories in Perth and managed by CPC Engineering and will initially examine potential to produce a lepidolite and petalite concentrate targeting a combined 3-5% lithium (Li₂O) grade. The Company is in discussions with potential off-takers for such a concentrate.

A second stage of metallurgical testwork will examine potential for down-stream processing to leach the lepidolite and petalite (and/or converted spodumene) concentrate then precipitate high-value lithium carbonate as well as other in-demand products such as rubidium, cesium and tantalum.

Subject to positive results from the metallurgical testwork and offtake discussions, a Mineral Resource delineation drilling program will be carried out as well as preliminary economic development studies.

Manindi West Vanadium-Titanium Prospects:

Diamond drilling of the Manindi West mafic/ultramafic intrusive produced a broad intersection of vanadium-titanium-magnetite (Fe) mineralisation, including:

- MND003: **129m @ 0.23% V₂O₅, 23.3% Fe and 11.5% TiO₂** from 53m incl. **25m @ 0.47% V₂O₅, 24.0% TiO₂ and 40.8% Fe¹⁰**

Petrographic results from the high-grade titanium, vanadium-iron and nickel-copper-cobalt bearing sulphide mineralisation from drillhole MND003 at Manindi West¹¹ show that the titanium is contained in coarse-grained ilmenite, distinctly separate from the coarse magnetite grains that contain the vanadium (see Image 1).

Ilmenite is a composite of iron and titanium oxides and is weakly magnetic. Highly magnetic minerals, such as magnetite, can be separated by a low intensity magnetic separator to produce a high-grade magnetite concentrate of up to 60% Fe and >1% V₂O₅. This would potentially represent a high-grade product for downstream processing to produce high-value vanadium-pentoxide for Vanadium Redox Flow Batteries (VRFBs) for renewable energy storage.

The residual ilmenite-sulphide material would likely be amenable to a wet high intensity magnetic (WHIM) separation stage to concentrate the ilmenite. The resulting high-grade titanium ilmenite concentrate (targeting >50% TiO₂, >25% Fe) would represent an additional high-value titanium-iron product. It may then be possible to produce a Ni-Cu-Co bearing sulphide concentrate as a final stage.

Samples from a further two diamond drillholes completed below MND003 (MND004 and MND006) are currently being aggregated to produce bulk samples for metallurgical testwork. The testwork will examine low-intensity magnetic separation of vanadium bearing magnetite to be followed by Wet High Intensity Magnetic Separation (WHIMS) to concentrate weakly magnetic titanium rich ilmenite. A final flotation stage will then concentrate the remaining Ni-Cu-Co bearing sulphides.

Further drilling will be planned, subject to the outcomes of the metallurgical test work program.

REVIEW OF OPERATIONS (continued)

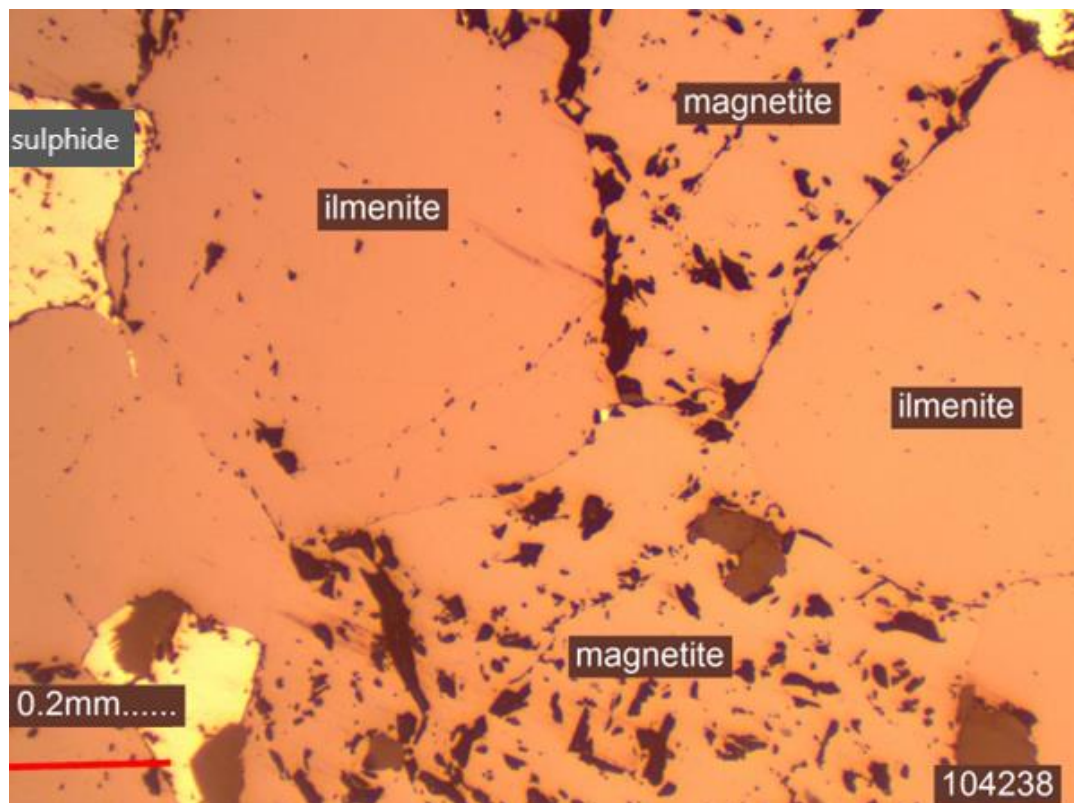


Image 1: MND003, 66.3m, magnetite – ilmenite cumulate with interstitial sulphides

Warrambie Nickel and Lithium Project, WA, Australia (80%)

During the reporting period the Company acquired an 80% interest (through the purchase of an 80% stake in Payne Gully Gold Pty Ltd – PGG)¹² in the Warrambie E47/4327 in the West Pilbara of WA. The Company completed electromagnetic (EM) and detailed gravity surveys over prospective extensions of the Scholl Shear, west of the Sherlock Bay Ni-Cu-Co Project. This work resulted in the detection of significant EM and gravity anomalies¹².

Further work will include aircore drilling across the EM anomalies to detect buried nickel-copper-cobalt sulphide targets associated with the mafic/ultramafic intrusives identified by the gravity survey.

The lithium potential of this project will also be examined, being located 20km east of the Andover lithium discovery of Azure Minerals (ASX:AZS), which includes drilling intersections of up to 209.4m @ 1.42% Li₂O¹³.

Tennant Creek Copper-Gold Project, NT, Australia, (80%)

During the reporting period the Company acquired an 80% interest (through the purchase of an 80% stake PGG) in the Tennant Creek Cu-Au Project in the Northern Territory (NT). This includes granted tenement E32725, directly along strike to the east of the Warrego copper-gold deposit (production 6.75Mt @ 1.9% Cu, 6.6 g/t Au¹⁴) and three EL applications both north and south of Tennant Creek along strike from other high-grade Cu-Au deposits.

The Company completed a detailed gravity survey in the area of shallow cover directly east of the Warrego Cu-Au deposit. Processing and modelling of the gravity data is in progress.

Drilling will be planned to test coincident gravity-magnetic targets in fresh rock, below the zone of weathering, targeting high-grade copper-gold discoveries similar to Warrego.

REVIEW OF OPERATIONS (continued)

Murchison Gold Projects, WA, Australia, (80%)

During the reporting period the Company acquired an 80% interest (through the purchase of an 80% stake PGG) in the Murchison Gold Projects in WA, including granted E51/2058 and E51/2059 west of Meekatharra and along strike from the >5Moz Big Bell deposit. Very little previous exploration has been carried out over these tenement areas due to extensive soil cover and the lack of recognition of greenstone lithologies. Prospective splay structures interpreted from magnetics extend under sediment cover in untested areas and represent targets for the discovery of major gold deposits similar to Big Bell.

Another two large EL applications are located along strike from the >3Moz Mt Gibson mine in the southern Murchison.

Nepean South Project, WA, Australia, (80%)

During the reporting period, Sabre Resources Ltd ("**Sabre**") informed the Company that it had satisfied the earn-in expenditure amount to earn 80% of the Nepean South tenement E15/1702¹⁵ from Metals Australia Ltd. To initiate the contributing joint venture Sabre completed a payment of \$70,000 to Metals Australia. Nepean South is located 40km south of Coolgardie in the highly prospective Eastern Goldfields of WA.

The work program completed by Sabre at Nepean south included 18 reverse circulation (RC) holes for 2,382m, testing nickel sulphide targets within a 12km corridor of ultramafic rocks south of the Nepean nickel sulphide mine (past production 1.1Mt @ 3% Ni)¹⁵.

High nickel results were produced from the shallow saprolite (weathered) zone that included the following significant intersections of up to **8m @ 1.01% Ni** from 28m incl. **3m @ 1.26% Ni** in **NSRC0012**¹⁵

In fresh bedrock below the saprolite, the RC drilling intersected disseminated sulphides associated with high-MgO channelised ultramafic cumulate rocks of the Kambalda style, producing results of up to **4m @ 0.20% Ni, 28.4% MgO** at end of hole in NSRC0004.

The intersection of sulphides with high nickel values in high-MgO ultramafics indicates proximity to sulphide accumulations at the basal contact with the footwall basalt below.

A fixed-loop EM (FLEM) program did not detect significant conductors indicative of massive sulphide accumulations along the footwall contact. However the presence of sulphides in fresh bedrock ultramafics and the wide zone of saprolite nickel including intersections of >1% nickel indicates potential for broad disseminated nickel intersections.

Lac du Marcheur Copper-Cobalt Project, Quebec, Canada (100%)

No further work has been carried out at the **Lac du Marcheur Copper-Cobalt Project**. **Previously**, the Company completed an airborne TDEM and MAG survey over the entire tenement area. The preliminary processed results of these surveys have highlighted several conductors aligned and coincident with magnetic trends/lineaments trending NW-SE to NNE-SSW. These conductors/anomalies may be associated with graphitic and/or sulphidic zones and field work will be carried out to identify the source of the conductors/anomalies¹⁶.

METALS AUSTRALIA LTD

DIRECTORS REPORT

References

- ¹ Metals Australia Ltd, 28 February 2022. Outstanding 96.8% Flake Graphite Concentrate for Lac Rainy.
² Metals Australia Limited, 27/07/22. Bulk Graphite Concentrate Finalised for Battery Testing.
³ Metals Australia Ltd (ASX:MLS), 27 July 22. Bulk Graphite Concentrate Finalised for Battery Testing.
⁴ Metals Australia Limited, 28 February 2023. Battery Grade 99.96% Spherical Graphite for Lac Rainy.
⁵ Metals Australia Limited, 23 May 2023. Outstanding Battery Test Results for Lac Rainy Graphite.
⁶ Metals Australia Limited, 27 March 2023. Lithium Pegmatite Targets Identified on CV Lithium Trend.
⁷ Metals Australia Limited, 27 July 2023. Expanded Pegmatite Sampling Re-Commencing in Corvette Area.
⁸ Metals Australia Ltd (ASX:MLS), 19 July 22. Exceptional Lithium Pegmatite Intersections at Manindi.
⁹ Metals Australia Ltd, 06 June 2023. Exceptional Drilling Results up to 2.59% Li₂O at Manindi.
¹⁰ Metals Australia Ltd (ASX:MLS), 29 September 22. High-Grade Titanium-Vanadium-Fe Intersection at Manindi.
¹¹ Metals Australia Ltd (ASX:MLS), 30 November 22. Potential for Vanadium-titanium Upgrade at Manindi West.
¹² Metals Australia Limited, 7/11/22. EM anomalies – Nickel Sulphide Targets at Warrambie.
¹³ Azure Minerals Ltd (ASX:AZS), 4th August 2023. 209m High-Grade Lithium Intersection at Andover.
¹⁴ ASX Announcement 17 August 2022. Key Battery Metals Projects Acquired on Discounted Terms.
¹⁵ Metals Australia Ltd, 13 December 2021. Binding agreement to farm-out Nepean South Nickel project
¹⁶ Metals Australia Ltd, 30 April 2022. Quarterly Activities Report for the Quarter Ended 31 March 2022.

RESULTS

The loss of the Group for the financial year after providing for income tax amounted to \$808,593 (2022: \$2,214,247).

DIVIDENDS

Since the end of the previous financial year, no dividend has been declared or paid by the Company.

FINANCIAL POSITION

The net assets of the group have increased by \$3,505,625 from \$30,510,693 at 30 June 2022 to \$34,016,318 at 30 June 2023.

SIGNIFICANT CHANGES

There have not been any significant changes in the state of affairs of the Group during the financial year, other than as noted in this financial report.

LIKELY DEVELOPMENTS

The Group will continue to focus on its exploration and development activities. Refer to Review of Operations for more details.

INFORMATION ON DIRECTORS AND COMPANY SECRETARY

DIRECTORS

Qualifications and experience of Directors:

- (i) Michael Scivolo B. Com, FCPA (Non-Executive Chairman)

Mr Scivolo has extensive experience in the fields of accounting and taxation in both corporate and non-corporate. He was a Director of Covata Ltd (formerly Prime Minerals Limited) until 29 October 2014, Blaze International Limited until 4 December 2015 and K2Fly Ltd (formerly Power Resources Ltd) until 17 November 2016. Mr Scivolo is currently a Director of Sabre Resources Ltd, Golden Deeps Limited and Tennant Minerals NL.

INFORMATION ON DIRECTORS AND COMPANY SECRETARY (continued)

(ii) Basil Conti FCA (Non-Executive Director)

Mr Conti is a fellow of the Institute of Chartered Accountants Australia & NZ and was a partner/director of a Chartered Accounting firm in West Perth until 2015. Mr Conti is experienced in management accounting, taxation, secretarial practice, corporate and financial planning, consulting to small and large businesses and has been associated with the mining industry in a professional capacity for over 25 years. Mr Conti is a Director of Sabre Resources Ltd.

(iii) Rachelle Domansky B.A, B.App. Sc(Hons), M.Ed, DipESG, MAPS, MASH, MAICD (Non-Executive Director)

Ms Domansky is a consultant psychologist to business, government, and educational institutions in the Asia-Pacific region. She is experienced in ESG compliance, media and marketing, human resources development and management, corporate culture, and education and training. Ms Domansky is the Treasurer and a non-executive board member of Access Plus WA Deaf Incorporated.

(iv) Alexander Biggs BEng (Hons), HNC (Non-Executive Director) (appointed 16 August 2022)

Mr Biggs is a qualified mining and mechanical engineer, with a BEng (Hons) degree from the Western Australian School of Mines. He has over 20 years' experience in the mining, finance and engineering sectors and was Managing Director of ASX-listed Critical Resources (ASX: CRR). Mr Biggs' experience extends to operations, consulting, exploration and corporate finance, where he was a director of a US and UK based private equity firm, and brings a wealth of experience in the battery metals sector and key relationships in both North America and Asia. He is currently Chief Executive Officer of ASX listed Lightning Minerals Limited (ASX: L1M)

COMPANY SECRETARY

The following person acted as Company Secretary during the financial year:

(i) Michael Muhling B. Com (Hons), MPA, FCPA, FCG, FGIA

Mr Muhling is a finance and governance professional with twenty years of experience in the resources industry, including 15 years in senior roles with ASX listed companies. He is a Fellow of CPA Australia and a Fellow of The Chartered Governance Institute, and a Fellow of Governance Institute of Australia.

Mr Muhling brings to the Company a wealth of experience in the corporate and resource sectors, both in Australia and overseas.

Mr Muhling is also the Chief Financial Officer of the Company.

METALS AUSTRALIA LTD**DIRECTORS REPORT****DIRECTORS' INTERESTS IN SHARES AND OPTIONS**

Relevant interests of Directors in shares and options of the Company at the date of this report:

Name	Ordinary Shares	Options
M Scivolo	-	2,000,000
B Conti	-	2,000,000
R Domansky	500,000	2,000,000
A Biggs	-	2,000,000

DIRECTORS' INTERESTS IN CONTRACTS

No Director has an interest, whether directly or indirectly, in a contract or proposed contract with the Company, other than by way of contracts for engagement of services in their capacity as directors.

Details of Key Management Personnel (KMP) as at 30 June 2023 were:

Key Management Personnel	Position
M Scivolo	Non-executive Director
B Conti	Non-executive Director
R Domansky	Non-executive Director
A Biggs (appointed 16 August 2022)	Non-executive Director
M. Muhling	Company Secretary

REMUNERATION REPORT (AUDITED)

The directors were all in office for the full year unless otherwise stated.

There are no committees or sub committees of the Board.

**KMP Remuneration
2023**

Key Management Personnel	Short-term Benefits		Super- annuation	Share- based Payment Options	Total	Percentage of remuneration paid in equity
	Directors Fees	Consulting Fees			Total	
	\$	\$			\$	
M Scivolo	16,000	-	1,680	44,551	62,231	71.59
B Conti	12,000	-	1,260	44,551	57,811	77.06
R Domansky	12,000	-	-	44,551	56,551	78.78
A Biggs	10,500	-	1,102	44,551	56,153	79.34
M Muhling ¹	-	-	-	63,275	63,275	100.00
TOTAL	50,500	40,728	4,042	241,479	296,021	-

METALS AUSTRALIA LTD

DIRECTORS REPORT

REMUNERATION REPORT (AUDITED) (continued)

KMP Remuneration (continued)

2022

Key Management Personnel	Short-term Benefits		Super-annuation	Share-based Payment Options	Total	Percentage of remuneration paid in equity
	Directors Fees	Consulting Fees			Total	
	\$	\$	\$	\$	\$	%
M Scivolo	12,000	-	1,200	-	13,200	-
B Conti	5,333	-	533	-	5,866	-
R Domansky	767	-	-	-	767	-
G d'Anna	11,000	40,728	-	-	51,728	-
R Collins	6,533	-	-	-	6,533	-
M Muhling ¹	-	-	-	165,482	165,482	100%
M Stein ¹	-	-	-	-	-	-
TOTAL	35,633	40,728	1,733	165,482	243,576	-

¹ Mr Muhling/Mr Stein were appointed as the Company's Chief Executive Officer and Company Secretary, respectively, without entering into an employment, service or consultancy agreement with Metals Australia, or a child entity of Metals Australia. Mr Muhling has signed a written agreement with the Company.

The services of Mr Muhling/Mr Stein to Golden Deeps is governed by a Services Agreement between Metals Australia and Corporate Resource Services Pty Ltd ("CRS"), which provides the services of Mr Muhling/Mr Stein to Metals Australia.

Mr Muhling/Mr Stein is not being paid by Metals Australia in his capacity as the Company's Company Secretary. The remuneration of Mr Muhling/Mr Stein relating to Metals Australia is paid by CRS, which in turn on charges the remuneration paid to Mr Muhling/Mr Stein to Metals Australia at cost without any mark up or profit.

KMP Options and Rights Holdings

2023

	Opening balance 1 July 2022	Additions	Disposals	Closing balance 30 June 2023
Key Management Personnel				
M Scivolo	-	2,000,000	-	2,000,000
B Conti	-	2,000,000	-	2,000,000
R Domansky	-	2,000,000	-	2,000,000
A Biggs	-	2,000,000	-	2,000,000
M Muhling	2,000,000	1,000,000	-	3,000,000
	2,000,000	9,000,000	-	11,000,000

METALS AUSTRALIA LTD

DIRECTORS REPORT

REMUNERATION REPORT (AUDITED) (continued)

KMP Remuneration (continued)

2022

	Opening balance 1 July 2021	Additions	Disposals	Closing balance 30 June 2022
Key Management Personnel				
M Scivolo	-	-	-	-
B Conti	-	-	-	-
R Domansky	-	-	-	-
G D'Anna	-	-	-	-
R Collins	-	-	-	-
M Muhling	-	3,000,000	(1,000,000)	2,000,000
M Stein	-	-	-	-
	-	3,000,000	(1,000,000)	2,000,000

KMP Shareholdings

	Balance ¹ 1 July 2022	Additions	Disposals	Balance 30 June 2023
M Scivolo	-	-	-	-
B Conti	-	-	-	-
R Domansky	-	500,000	-	500,000
A Biggs	-	-	-	-
M Muhling	-	2,500,000	-	2,500,000
	-	3,000,000	-	3,000,000

The number of ordinary shares in Metals Australia Ltd held by each KMP during the financial year was as follows (all shareholdings are post 20:1 consolidation):

	Balance 1 July 2021	Additions	Disposals	Balance 30 June 2022
M Scivolo	-	-	-	-
B Conti	-	-	-	-
R Domansky	-	-	-	-
G D'Anna ¹	2,445,000	-	(2,445,000)	-
R Collins ¹	200,000	-	(200,000)	-
M Muhling	-	-	-	-
M Stein	-	-	-	-
	2,645,000	-	(2,645,000)	-

¹ At date of cessation as a director.

DIRECTORS FEES

Directors receive a fixed fee (plus statutory superannuation where appropriate), with executive directors being remunerated for any professional service conducted for the Company. Directors received unlisted options as a performance incentive during the year under review.

There are no retirement schemes for any directors or any loans or any other type of compensation.

METALS AUSTRALIA LTD

DIRECTORS REPORT

REMUNERATION REPORT (AUDITED) (continued)

Board policy on the remuneration for this exploration Company is influenced by comparing fees paid to directors in other companies within the exploration industry, and then set at a level to attract qualified people, to accept the responsibilities of Directorship. The Company has written agreements with all directors and executives.

Being an exploration company, with no earnings, a relationship is yet to be established between an emolument policy and the Company's performance. During the year the Company did not engage remuneration consultants to review its existing remuneration policies.

At the last AGM shareholders voted to adopt the remuneration report for the year ended 30 June 2022. The Company did not receive specific feedback at the AGM regarding its remuneration practices.

END OF REMUNERATION REPORT

ANALYSIS OF MOVEMENT IN SHARES

During the year the Company conducted a number of capital raisings and also issued shares following the conversion of options as follows:

	Number	\$
Opening balance 1 July 2022	568,036,191	58,139,809
Shares issued 17 August 2022 to acquire 80% of Payne Gully Gold Pty Ltd	39,000,000	2,301,000
Employee Securities Incentive Plan Shares 26 May 2023	17,000,000	392,644
Capital raising costs	-	(100,000)
Closing balance 30 June 2023	624,036,191	60,733,453

ANALYSIS OF MOVEMENT IN OPTIONS

During the year the movement in options was as follows:

Class	Balance 1 July 2022	Issued During Year	Expired during the year	Balance 30 June 2023
Exercisable at \$0.07 ¹ on or before 1 January 2023	2,500,000	-	2,500,000	-
Exercisable at \$0.06 on or before 31 December 2023	37,673,753	-	-	37,673,753
Exercisable at \$0.05 on or before 10 February 2024	110,019,718	9,700,000	-	119,719,718
Exercisable at \$0.08 on or before 30 November 2025	-	4,000,000	-	4,000,000
Exercisable at \$0.15 on or before 30 November 2025	-	4,000,000	-	4,000,000

METALS AUSTRALIA LTD

DIRECTORS REPORT

MEETINGS OF DIRECTORS

The following table sets out the number of meetings of the Company's Directors held during the year ended 30 June 2023 and the number of meetings attended by each Director:

Name	Eligible to attend	Attended
M Scivolo	5	5
B Conti	5	5
R Domansky	5	5
A Biggs	3	3

The Board also conducted business via Circular Resolutions during the year.

RETIREMENT, ELECTION AND CONTINUATION IN OFFICE OF DIRECTORS

Mr Basil Conti, Ms Rachelle Domansky and Mr Alexander Biggs, having been appointed as a director by the directors, were elected as a Director at the Annual General Meeting on 30 November 2022.

At the forthcoming Annual General Meeting, Michael Scivolo retires by rotation as a Director and will offer himself for re-election.

BOARD MATRIX

The Board seeks a mix of skills that it considers necessary to effectively direct the Company. The skills matrix provided below summarises the skills that the Board needs and that it has.

	Michael Scivolo	Basil Conti	Rachelle Domansky	Alexander Biggs
Corporate Governance	2	2	2	2
Strategy	2	2	2	3
Risk and Compliance	2	3	2	2
Legal	2	2	2	2
Accounting and Audit	3	3	1	2
Finance and Funding	3	3	2	3
Human Resources & Remuneration	2	2	3	2
Commercial Experience	3	2	2	3
Mergers and Acquisitions	2	1	1	3
Business Development	2	2	2	3
Mining Exploration & Development	1	1	1	3
Mining Technical Experience	1	1	1	3
Media & Marketing	2	1	3	3
Sustainability / ESG	2	2	3	2
Independent	Yes	Yes	Yes	Yes
Adds Diversity	No	No	Yes	No

Key – 3 = Expert, 2 = Proficient, 1 = Competent.

AUDIT, NOMINATION, REMUNERATION AND RISK COMMITTEES

No Audit, Nomination, Remuneration or Risk Committee has been formed as the Directors believe that the Company is not of a size to justify having a separate committee for these purposes. Given the small size of the Board, the Directors believe that the full board should perform these functions as having separate committees to perform them would be inefficient.

AUDIT, NOMINATION, REMUNERATION AND RISK COMMITTEES (continued)

The Board performs the functions of an audit committee by reviewing the annual and half year accounts, and it meets with the Company's auditors twice a year to review and evaluate its governance, risk management and internal controls. The Board also considers the performance of the auditor and its audit engagement partner.

The Board performs the functions of a Nomination Committee, and has developed a skills matrix to identify the skills, knowledge, experience, independence and diversity it requires to discharge its duties and responsibilities effectively. The board skills matrix is reviewed annually.

The Board performs the function of a Remuneration Committee in a manner that is appropriate given the Company's size, the nature of its activities and the context in which it is operating. Directors and Executive were formally evaluated in conjunction with the preparation of the 2023 annual report.

The Board performs the function of a Risk Committee. The Board meets regularly and manages risk giving regard to the Company's size, the nature of its activities and the context in which it is operating. The Board reviewed the Company's risk management framework in conjunction with the preparation of the 2023 annual report.

DIVERSITY, EQUITY, AND INCLUSION POLICY

The Company has a Diversity, Equity and Inclusion Policy. The Board has set the target of achieving gender diversity by 30 June 2024. The Company defines gender diversity as being 25% of the Board and 40% of its wider workforce (including its executives and personnel from CRS with which it has a Services Agreement). At 30 June 2023 the Board had 25% and the wider workforce had 37.5% gender diversity.

ENVIRONMENTAL ISSUES

The Company's objective is to ensure that a high standard of environmental care is achieved and maintained on all properties. There are no known environmental issues outstanding. The Company has established a Sustainability Committee Charter and a Sustainability Policy, however this function continues to be performed by the Board.

EVENTS SUBSEQUENT TO BALANCE DATE

The Directors are not aware of any matter or circumstance not otherwise dealt with in the report or financial statements that has significantly or may significantly affect the operations of the consolidated entity, the results of those operations or the state of affairs of the consolidated entity in subsequent financial years.

INDEMNIFYING OFFICER OR AUDITORS

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

PROCEEDINGS ON BEHALF OF THE COMPANY

No person has applied for leave of court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or any part of those proceedings.

The Company was not a party to any such proceedings during the year.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the independent auditor's declaration as required by section 307c of the *Corporations Act 2001* is set out on page 48.

NON-AUDIT SERVICES

The Board of Directors is satisfied that the provision of non-audit services during the year is compatible with the general standard of independence for auditors imposed by the *Corporations Act 2001*. The directors are satisfied that the services disclosed below did not compromise the external auditor's independence for the following reasons;

- All non-audit services are reviewed and approved by the Directors prior to commencement to ensure they do not adversely affect the integrity and objectivity of the auditor; and
- The nature of the services provided does not compromise the general principles relating to auditor independence in accordance with APES 110: Code of Ethics for Professional Accountants set by the Accounting Professional and Ethical Standards Board.

During the year under review, the Company's auditor, Moore Australia Audit (WA), also provided services in relation to taxation matters. Details of the amounts paid and payable to the auditor of the company, Moore Australia Audit (WA), and its related entities for audit and non-audit services provided during the year are set out in Note 5 to the Financial Statements.

CORPORATE GOVERNANCE STATEMENT

The Company is committed to achieving and demonstrating the highest standards of corporate governance. Information about the Company's Corporate Governance policies will be set out in the annual report.

This report is made in accordance with a resolution of the Directors and Section 298(2) of the *Corporations Act 2001*.



.....
Mr Michael Scivolo
Chairman

Dated 28th September 2023
Perth, Western

ASX Listing Rules Compliance

In preparing this report dated 28 September 2023, the Company has relied on the announcements previously made by the Company and disclosed below. The Company confirms that it is not aware of any new information or data that materially affects those announcements previously made, or that would materially affect the Company from relying on those announcements for the purpose of this report.

Eade Gold Project

Pursuant to ASX Listing Rule 5.23.2, the Company confirms that it is not aware of any new information or data that materially affects the information included in the announcement dated 23 July 2020, 29 July 2020, 6 August 2020, 12 August 2020 and 27 August 2020.

Lac Rainy Graphite Project

Pursuant to ASX Listing Rule 5.23.2, the Company confirms that it is not aware of any new information or data that materially affects the information included in the announcement dated 15 June 2020, 30 June 2020, 10 September 2020, 12 November 2020 and 3 February 2021.

METALS AUSTRALIA LTD

DIRECTORS REPORT

Nepean South Nickel Project

Pursuant to ASX Listing Rule 5.23.2, the Company confirms that it is not aware of any new information or data that materially affects the information included in the announcement dated 3 March 2021.

Lac du Marcheur Copper-Cobalt Project

Pursuant to ASX Listing Rule 5.23.2, the Company confirms that it is not aware of any new information or data that materially affects the information included in the announcement dated 3 August 2017 and 25 October 2017.

Manindi Lithium Project

Pursuant to ASX Listing Rule 5.23.2, the Company confirms that it is not aware of any new information or data that materially affects the information included in the announcement dated 21 March 2017, 21 June 2018, 13 April 2018 and 21 May 2018.

Competent Person Declaration

The information in this announcement that relates to Exploration Results is based on information compiled by Mr. Jean-Paul Barrette P.Geo, B.Sc. Mr Barrette is Project Geologist with Magnor Exploration Inc. and a consultant to Metals Australia Limited. Mr Barrette and is a member of the Ordre des Géologues du Québec (OGQ) with member number OGQ #619. Mr. Barrette has sufficient experience (35 years) 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. Barrette consents to the inclusion in the report of the matters based on their information in the form and context in which it appears.

The information in this report that relates to Exploration Targets, Exploration Results, Mineral Resources or Ore Reserves specific to the Manindi Lithium Project is based on information compiled by Mr. Martin Bennett, a consultant to Metals Australia Ltd, and a member of The Australasian Institute of Geoscientists. Mr. Bennett has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity that he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resource and Ore Reserves". Mr. Bennett consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this report that relates to Resource Estimation is based on information compiled by Simon Coxhell, Principal Consultant of CossRocks Pty Ltd. Mr Coxhell is a consultant to the Company. Mr Coxhell is a Member of the Australian Institute of Mining and Metallurgy. Mr Coxhell has sufficient experience relevant to the styles of mineralisation and types of deposits which are covered in this document and to the activity which he is undertaking 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" ("JORC Code"). Mr Coxhell consents to the inclusion in this report of the Matters based on this information in the form and context in which it appears. Mr Coxhell has not been to the Lac Rainy site but is familiar with graphite deposits around the world and has completed numerous resource estimates for this commodity.

The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.

Caution Regarding Forward-Looking Information

This document contains forward-looking statements concerning Metals Australia. 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 Metals Australia 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.

METALS AUSTRALIA LTD

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2023**

		Consolidated	
	Note	2023	2022
		\$	\$
Revenue			
Interest earned		587,355	2,210
Gain on sale of tenement		70,000	-
Deposit		-	40,000
		<u>657,355</u>	<u>42,210</u>
Expenses			
Change in fair value of investments		(37,520)	-
Key management personnel remuneration		(54,542)	(78,094)
Management fees		(316,532)	(290,153)
ASX listing fees		(68,857)	(85,265)
Professional fees		(261,347)	(224,246)
Impairment of receivables		-	(94,442)
Share Based Payments		(602,385)	(1,379,018)
Canadian bank fraud		-	(56,535)
Other expenses		(124,765)	(48,704)
		<u>(1,465,948)</u>	<u>(2,256,457)</u>
Loss before income tax		(808,593)	(2,214,247)
Income tax benefit	4	-	-
Loss for the year from continuing operations		(808,593)	(2,214,247)
Other Comprehensive Loss, net of tax			
Items that may be subsequently transferred to profit or loss:			
Exchange differences on translating foreign controlled entities		<u>58,067</u>	<u>164,306</u>
Total comprehensive (loss) for the year		<u>(750,526)</u>	<u>(2,049,941)</u>
(Loss) for the year attributable to:			
Owners of the parent		(808,593)	(2,214,247)
Non-controlling interest		-	-
Total (Loss) for the year, net after tax		(808,593)	(2,214,247)
Total comprehensive (loss) for the year attributable to:			
Owners of the parent		(750,526)	(2,049,941)
Non-controlling interest		-	-
Total comprehensive (loss) for the year		(750,526)	(2,049,941)
Earnings per share		Cents	Cents
Basic / Diluted earnings (loss) per share (cents)	17	<u>(0.13)</u>	<u>(0.74)</u>

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

METALS AUSTRALIA LTD

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2023**

		Consolidated	
	Note	2023 \$	2022 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	7	15,920,663	19,064,405
Trade and other receivables	8	336,364	321,115
Financial assets	10	34,682	72,202
Prepayment		4,293	4,293
Payne Gully deposit	9	-	1,920,000
TOTAL CURRENT ASSETS		<u>16,296,002</u>	<u>21,382,015</u>
NON-CURRENT ASSETS			
Exploration and evaluation expenditure	11	<u>17,864,246</u>	<u>9,384,069</u>
TOTAL NON-CURRENT ASSETS		<u>17,864,246</u>	<u>9,384,069</u>
TOTAL ASSETS		<u>34,160,248</u>	<u>30,766,084</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	12	<u>143,930</u>	<u>255,391</u>
TOTAL CURRENT LIABILITIES		<u>143,930</u>	<u>255,391</u>
TOTAL LIABILITIES		<u>143,930</u>	<u>255,391</u>
NET ASSETS		<u>34,016,318</u>	<u>30,510,693</u>
EQUITY			
Issued capital	13	60,733,453	58,139,809
Share option reserve	14	1,688,759	1,432,164
Accumulated losses	15	(30,005,111)	(29,249,664)
Foreign currency translation reserve		<u>322,368</u>	<u>264,301</u>
Parent interests		32,739,469	30,586,610
Non-controlling interest	16	<u>1,276,849</u>	<u>(75,917)</u>
TOTAL EQUITY		<u>34,016,318</u>	<u>30,510,693</u>

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

METALS AUSTRALIA LTD

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2023**

	Issued Capital	Share Option Reserve	Foreign Currency Translation Reserve	Accumulated Losses	Total attributable to owners of parent	Non-controlling Interest	Total Equity
	\$	\$	\$	\$	\$	\$	\$
BALANCE AT 1 JULY 2021	36,161,053	151,079	99,995	(27,035,417)	9,376,710	(75,917)	9,300,793
Loss for the year	-	-	-	(2,214,247)	(2,214,247)	-	(2,214,247)
Other comprehensive income / (loss) for the period	-	-	164,306	-	164,306	-	164,306
Total comprehensive (loss) for the year	-	-	164,306	(2,214,247)	(2,049,941)	-	(2,049,941)
Issues of capital	11,237,054	-	-	-	11,237,054	-	11,237,054
Capital raising costs	(540,245)	-	-	-	(540,245)	-	(540,245)
Issue of options	11,184,014	1,379,018	-	-	12,563,032	-	12,563,032
Conversion of options	97,933	(97,933)	-	-	-	-	-
BALANCE AT 30 JUNE 2022	58,139,809	1,432,164	264,301	(29,249,664)	30,586,610	(75,917)	30,510,693

METALS AUSTRALIA LTD

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2023**

	Issued Capital	Share Option Reserve	Foreign Currency Translation Reserve	Accumulated Losses	Total attributable to owners of parent	Non-controlling Interest	Total Equity
	\$	\$	\$	\$	\$	\$	\$
BALANCE AT 1 JULY 2022	58,139,809	1,432,164	264,301	(29,249,664)	30,586,610	(75,917)	30,510,693
Loss for the year	-	-	-	(808,593)	(808,593)	-	(808,593)
Other comprehensive income / (loss) for the period	-	-	58,067	-	58,067	-	58,067
Total comprehensive (loss) for the year	-	-	58,067	(808,593)	(750,526)	-	(750,526)
Issues of capital	2,693,644	-	-	-	2,693,644	1,352,766	4,046,410
Capital raising costs	(100,000)	-	-	-	(100,000)	-	(100,000)
Issue of options	-	309,741	-	-	309,741	-	309,741
Expiry of options	-	(53,146)	-	53,146	-	-	-
BALANCE AT 30 JUNE 2023	60,733,453	1,688,759	322,368	(30,005,111)	32,739,469	1,276,849	34,016,318

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

METALS AUSTRALIA LTD

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2023

	Note	2023 \$	Consolidated 2022 \$
Cash Flows from Operating Activities			
Payments to suppliers and employees		(761,441)	(694,023)
Interest received		465,635	2,210
Canadian bank fraud		-	(56,535)
Receipts for tenement		70,000	40,000
<i>Net cash from / (used in) operating activities</i>	18	(225,806)	(708,348)
Cash Flows from Investing Activities			
Payment for exploration expenditure and acquisitions		(1,727,874)	(1,172,044)
Payment to acquire Payne Gully Gold Pty Ltd		(1,190,062)	-
<i>Net cash (used in) investing activities</i>		(2,917,936)	(1,172,044)
Cash Flows from Financing Activities			
Proceeds from capital raising		-	20,501,068
Payments for cost of capital raising		-	(540,245)
<i>Net cash from financing activities</i>		-	19,960,823
Net increase / (decrease) in Cash and Cash Equivalents		(3,143,742)	18,080,431
Cash and Cash Equivalents at the Beginning of the Year		19,064,405	983,974
Cash and Cash Equivalents at the End of Year		15,920,663	19,064,405

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

METALS AUSTRALIA LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

1. CORPORATE INFORMATION

The financial report of Metals Australia Ltd and its subsidiaries (the Group) for the year ended 30 June 2023 was authorised for issue in accordance with a resolution of the Directors on 28 September 2023.

Metals Australia Ltd is a company incorporated and domiciled in Australia, limited by shares which are publicly traded on the Australian Securities Exchange.

The nature of the operations and principal activities of the Group are mineral exploration and investment.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Preparation

The financial report is a general-purpose financial report, which has been prepared in accordance with the requirements of the *Corporations Act 2001*, Australian Accounting Standards, Australian Accounting Interpretations and complies with other requirements of the law, as appropriate for for-profit oriented entities. The financial report has also been prepared on an accruals basis and are based on historical cost.

The financial report also complies with International Financial Reporting Standards (IFRS).

The financial report is presented in Australian Dollars.

(b) New or amended Accounting Standards and Interpretations adopted

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 and have no material impact.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted, however the impact is not expected to be material.

(c) Basis of consolidation

The Group financial statements consolidate those of the Parent Company and all of its subsidiaries as of 30 June 2023. The Parent controls a subsidiary if it is exposed, or has rights, to variable returns from its involvement with the subsidiary and has the ability to affect those returns through its power over the subsidiary. All subsidiaries have a reporting date of 30 June.

All transactions and balances between Group companies are eliminated on consolidation, including unrealised gains and losses on transactions between Group companies. Where unrealised losses on intra-group asset sales are reversed on consolidation, the underlying asset is also tested for impairment from a group perspective. Amounts reported in the financial statements of subsidiaries have been adjusted where necessary to ensure consistency with the accounting policies adopted by the Group.

Profit or loss and other comprehensive income of subsidiaries acquired or disposed of during the year are recognised from the effective date of acquisition, or up to the effective date of disposal, as applicable.

METALS AUSTRALIA LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(c) Basis of consolidation (continued)

Non-controlling interests, presented as part of equity, represent the portion of a subsidiary's profit or loss and net assets that is not held by the Group. The Group attributes total comprehensive income or loss of subsidiaries between the owners of the parent and the non-controlling interests based on their respective ownership interests.

The Group applies the acquisition method in accounting for business combinations. The consideration transferred by the Group to obtain control of a subsidiary is calculated as the sum of the acquisition-date fair values of assets transferred, liabilities incurred and the equity interests issued by the Group, which includes the fair value of any asset or liability arising from a contingent consideration arrangement. Acquisition costs are expensed as incurred.

The Group recognises identifiable assets acquired and liabilities assumed in a business combination regardless of whether they have been previously recognised in the acquiree's financial statements prior to the acquisition. Assets acquired and liabilities assumed are generally measured at their acquisition-date fair values.

Goodwill is stated after separate recognition of identifiable intangible assets. It is calculated as the excess of the sum of (a) fair value of consideration transferred, (b) the recognised amount of any non-controlling interest in the acquiree, and (c) acquisition-date fair value of any existing equity interest in the acquiree, over the acquisition-date fair values of identifiable net assets. If the fair values of identifiable net assets exceed the sum calculated above, the excess amount (i.e. gain on a bargain purchase) is recognised in profit or loss immediately.

Associates are those entities over which the Group is able to exert significant influence but which are not subsidiaries.

(d) Interest in joint operations

The Group's interest in any joint operations are accounted for by recognising the Group's assets and liabilities from the joint operation, as well as expenses incurred by the Group and the Group's share of income earned from the joint operation, in the consolidated financial statements.

(e) Foreign currency translation

Both the functional and presentation currency of Metals Australia Ltd and its subsidiary, Karrilea Holdings Pty Ltd Australian Dollar (A\$), and the functional and presentation currency of Quebec Lithium Ltd, Lac Rainy Graphite Inc and Lac du Marcheur Cuivre-Cobalt Inc is the Canadian Dollar (CAD\$).

Transactions in foreign currencies are initially recorded in the functional currency at the exchange rates ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the reporting date.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate as at the date of the initial transaction.

METALS AUSTRALIA LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(e) Foreign currency translation (continued)

Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined.

As at the reporting date the assets and liabilities of any overseas subsidiaries were translated into the presentation currency of Metals Australia Ltd at the rate of exchange ruling at the reporting date, and the Statement of Profit or Loss and Other Comprehensive Income is translated at the weighted average exchange rates for the period.

The exchange differences arising on the translation are taken directly to a separate component of Other Comprehensive Income.

On disposal of a foreign entity, the deferred cumulative amount recognised in Other Comprehensive Income relating to that particular foreign operation is recognised in Profit or Loss.

(f) Recoverable amount of assets

At each reporting date, the Group assesses whether there is any indication that an asset may be impaired. Where an indicator of impairment exists, the Group makes a formal estimate of recoverable amount. Where the carrying amount of an asset exceeds its recoverable amount the asset is considered impaired and is written down to its recoverable amount.

Recoverable amount is the greater of fair value less costs to sell and value in use. It is determined for an individual asset, unless the asset's value in use cannot be estimated to be close to its fair value less costs to sell and it does not generate cash inflows that are largely independent of those from other assets or groups of assets, in which case, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

(g) Investments and other financial assets

Investments and other financial assets are initially measured at fair value. Transaction costs are included as part of the initial measurement, except for financial assets at fair value through profit or loss. Such assets are subsequently measured at either amortised cost or fair value depending on their classification. Classification is determined based on both the business model within which such assets are held and the contractual cash flow characteristics of the financial asset unless, an accounting mismatch is being avoided.

Financial assets are derecognised when the rights to receive cash flows have expired or have been transferred and the consolidated entity has transferred substantially all the risks and rewards of ownership. When there is no reasonable expectation of recovering part or all of a financial asset, its carrying value is written off.

METALS AUSTRALIA LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(g) Investments and other financial assets (continued)

Financial assets at fair value through profit or loss

Financial assets not measured at amortised cost or at fair value through other comprehensive income are classified as financial assets at fair value through profit or loss. Typically, such financial assets will be either: (i) held for trading, where they are acquired for the purpose of selling in the short-term with an intention of making a profit, or a derivative; or (ii) designated as such upon initial recognition where permitted. Fair value movements are recognised in profit or loss.

Where there has not been a significant increase in exposure to credit risk since initial recognition, a 12-month expected credit loss allowance is estimated. This represents a portion of the asset's lifetime expected credit losses that is attributable to a default event that is possible within the next 12 months. Where a financial asset has become credit impaired or where it is determined that credit risk has increased significantly, the loss allowance is based on the asset's lifetime expected credit losses. The amount of expected credit loss recognised is measured on the basis of the probability weighted present value of anticipated cash shortfalls over the life of the instrument discounted at the original effective interest rate.

For financial assets measured at fair value through other comprehensive income, the loss allowance is recognised within other comprehensive income. In all other cases, the loss allowance is recognised in profit or loss.

(h) Exploration and Evaluation Expenditure

Exploration and evaluation expenditure in relation to separate areas of interest for which rights of tenure are current is carried forward as an asset in the statement of financial position where it is expected that the expenditure will be recovered through the successful development and exploitation of an area of interest, or by its sale; or exploration activities are continuing in an area and activities have not reached a stage which permits a reasonable estimate of the existence or otherwise of economically recoverable reserves. Where a project or an area of interest has been abandoned, the expenditure incurred thereon is written off in the year in which the decision is made.

(i) Trade and other receivables

Trade receivables are initially recognised at transaction price and subsequently measured at amortised cost using the effective interest method, less any allowance for expected credit losses. Trade receivables are generally due for settlement within 30 days.

The consolidated entity has applied the simplified approach to measuring expected credit losses, which uses a lifetime expected loss allowance. To measure the expected credit losses, trade receivables have been grouped based on days overdue.

Other receivables are recognised at amortised cost, less any allowance for expected credit losses.

METALS AUSTRALIA LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(j) Cash and cash equivalents

Cash and short-term deposits in the statement of financial position comprise cash at bank and in hand and short-term deposits with an original maturity of three months or less.

For the purposes of the Statement of Cash Flows, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts.

(k) Provisions

Provisions are recognised when the Group has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Where the Group expects some or all of a provision to be reimbursed, for example under an insurance contract, the reimbursement is recognised as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the Statement of Profit or Loss and Other Comprehensive Income net of any reimbursement.

If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

Where discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

(l) Share-based payment transactions

(i) Equity settled transactions:

The Group provides benefits to Directors and consultants of the Group in the form of share-based payments whereby personnel render services in exchange for shares.

The cost of these equity-settled transactions was measured by reference to the fair value of the equity instruments at the date on which they were granted. The fair value was determined using the Black Scholes formula.

In valuing equity-settled transactions, no account was taken of any performance conditions, other than conditions linked to the price of the shares of Metals Australia Ltd (market conditions). The cost of equity-settled transactions was recognised, together with the corresponding increase in equity, on the date of grant of the options.

The dilutive effect, if any, of outstanding options is reflected as additional share dilution in the computation of earnings per share.

(m) Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

Interest

Revenue is recognised as the interest accrues (using the effective interest method, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial instrument) to the net carrying amount of the financial asset.

METALS AUSTRALIA LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(n) Income tax

The income tax expense or benefit for the period is the tax payable on that period's taxable income based on the applicable income tax rate for each jurisdiction, adjusted by the changes in deferred tax assets and liabilities attributable to temporary differences, unused tax losses and the adjustment recognised for prior periods, where applicable.

Deferred tax assets and liabilities are recognised for temporary differences at the tax rates expected to be applied when the assets are recovered or liabilities are settled, based on those tax rates that are enacted or substantively enacted, except for:

- When the deferred income tax asset or liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and that, at the time of the transaction, affects neither the accounting nor taxable profits; or
- When the taxable temporary difference is associated with interests in subsidiaries, associates or joint ventures, and the timing of the reversal can be controlled and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred tax assets are recognised for deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

The carrying amount of recognised and unrecognised deferred tax assets are reviewed at each reporting date. Deferred tax assets recognised are reduced to the extent that it is no longer probable that future taxable profits will be available for the carrying amount to be recovered. Previously unrecognised deferred tax assets are recognised to the extent that it is probable that there are future taxable profits available to recover the asset.

Deferred tax assets and liabilities are offset only where there is a legally enforceable right to offset current tax assets against current tax liabilities and deferred tax assets against deferred tax liabilities; and they relate to the same taxable authority on either the same taxable entity or different taxable entities which intend to settle simultaneously.

(o) Other taxes

Revenues, expenses and assets are recognised net of the amount of GST except:

- where the GST incurred on a purchase of goods and services is not recoverable from the taxation authority, in which case the GST is recognised as part of the cost of acquisition of the asset or as part of the expense item as applicable; and
- receivables and payables are stated with the amount of GST included.

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the Statement of Financial Position.

Cash flows are included in the Statement of Cash Flows on a gross basis and the GST component of cash flows arising from investing and financing activities, which is recoverable from, or payable to, the taxation authority are classified as operating cash flows.

METALS AUSTRALIA LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(o) Other taxes (continued)

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

(p) Trade and other payables

Trade and other payables are carried at amortised costs and represent liabilities for goods and services provided to the Group prior to the end of the financial year that are unpaid and arise when the Group becomes obliged to make future payments in respect of the purchase of these goods and services.

(q) Contributed equity

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.

(r) Earnings per share

Basic earnings per share is calculated as net profit/(loss) attributable to members of the parent, divided by the weighted average number of ordinary shares, adjusted for any bonus element.

Diluted earnings per share is calculated as net profit/(loss) attributable to members of the parent, adjusted for:

- the after tax effect of dividends and interest associated with dilutive potential ordinary shares that have been recognised as expenses; and
- other non-discretionary changes in revenues or expenses during the period that would result from the dilution of potential ordinary shares divided by the weighted average number of ordinary shares and dilutive potential ordinary shares, adjusted for any bonus element.

(s) Comparatives

Comparatives are reclassified where necessary to be consistent with the current year's disclosures.

(t) 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 the consolidated entity's 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.

METALS AUSTRALIA LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(u) Operating Segments

Operating segments are presented using the 'management approach', where the information presented is on the same basis as the internal reports provided to the Chief Operating Decision Makers ('CODM'). The CODM is responsible for the allocation of resources to operating segments and assessing their performance.

3. SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

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.

Significant judgments, estimates and assumptions made by management in the preparation of these financial statements are outlined below:

(i) *Significant accounting judgments include:*

(a) Exploration expenditure

The Group determines whether exploration and evaluation expenditure is impaired on at least an annual basis based on historical information and best available current information. The application of this policy necessarily requires management to make certain estimates and assumptions as to future events and circumstances. Any such estimates and assumptions may change as new information becomes available. If, after having capitalised expenditure under this policy, it is concluded that the consolidated entity is unlikely to recover the expenditure by future exploitation or sale, then the relevant capitalised amount will be written off to profit and loss.

(b) Share Based Payments

The consolidated entity measures the cost of equity-settled transactions with employees by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined by using Black-Scholes model taking into account the terms and conditions upon which the instruments were granted. The accounting estimates and assumptions relating to equity-settled share-based payments would have no impact on the carrying amounts of assets and liabilities within the next annual reporting period but may impact profit or loss and equity.

METALS AUSTRALIA LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

4. Income Tax

	Consolidated	
	2023	2022
	\$	\$
a. The components of tax expense comprise:		
Current income tax	-	-
Deferred income tax	-	-
	<u>-</u>	<u>-</u>
b. The prima facie tax benefit on loss from ordinary activities before income tax as follows:		
Prima facie tax benefit on loss from ordinary activities before income tax at 30% (2022: 25%) from ordinary operations:	(242,578)	(553,562)
Add/(less) tax effect of:		
- Other non-allowable items	191,972	14,248
- Revenue losses not recognised	410,683	600,324
- Other deferred tax balances not recognised	(360,077)	(61,010)
- Canadian corporate and mining tax credits	-	-
	<u>-</u>	<u>-</u>
Income tax expense/(benefit) reported in the consolidated statement of profit or loss and other comprehensive income from ordinary operations.	<u>-</u>	<u>-</u>
c. Recognised deferred tax assets at 30% (2022:25%)¹		
Exploration	(2,060,956)	(1,381,796)
Interest receivable	(36,516)	-
	<u>(2,097,472)</u>	<u>(1,381,796)</u>
Recognised deferred tax assets at 30% (2022:25%)¹		
Carry forward revenue losses	(2,097,472)	(1,381,796)
	<u>-</u>	<u>-</u>
Net deferred tax	<u>-</u>	<u>-</u>
d. Unrecognised deferred tax assets at 30% (2022:25%)¹		
Carry forward revenue losses	4,357,252	4,022,645
Carry forward capital losses	783,825	663,188
Other temporary differences	212,499	231,856
	<u>5,353,576</u>	<u>4,917,689</u>

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

- (i) The company derive future assessable income of a nature and of an amount sufficient to enable the benefits to be realised;
- (ii) The company continues to comply with the conditions for deductibility imposed by the Law; and
- (iii) No changes in tax legislation adversely affect the company in utilising the benefits.

Note 1 - Deferred tax assets and liabilities are required to be measured at the tax rate that is expected to apply in the future income year when the asset is realised or the liability is settled. The Directors have determined that the deferred tax balances be measured at the tax rates stated.

METALS AUSTRALIA LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

5. Auditor's Remuneration

	Consolidated	
	2023	2022
	\$	\$
Remuneration of the auditor of the parent entity, Moore Australia Audit (WA).		
- auditing or reviewing the financial report	23,000	22,000
- taxation services provided by a related practice of the auditor	3,000	4,298
	<u>26,000</u>	<u>26,298</u>

6. Remuneration of Key Management Personnel (KMP)

Refer to the Remuneration Report contained in the Directors' Report for Details of the remuneration paid or payable to each member of the Group's key management personnel for the year ended 30 June 2023.

The totals of remuneration paid to KMP during the year are as follows:

	Consolidated	
	2023	2022
	\$	\$
Short-term employee benefits	50,500	76,361
Superannuation	4,042	1,733
Share Based Payments	241,479	165,482
	<u>296,021</u>	<u>243,576</u>

Mr M Muhling was appointed as the Company's Company Secretary without:

- Entering into an employment, service or consultancy agreement with Metals Australia, or a child entity of Metals Australia; or
- Metals Australia and Mr Muhling entering into any other agreement.

The services of Mr Muhling to Metals Australia is governed by a Services Agreement between Metals Australia and Corporate Resource Services Pty Ltd ("CRS"), which provides the services of Mr Muhling to Metals Australia.

Mr Muhling is not being paid by Metals Australia in his capacity as the Company's Company Secretary. The remuneration of Mr Muhling relating to Metals Australia is paid by CRS, which in turn on charges the remuneration paid to Mr Muhling to Metals Australia at cost without any mark up or profit.

7. Cash and Cash Equivalents

	Consolidated	
	2023	2022
	\$	\$
Cash at bank	1,420,663	19,064,405
Term deposits	14,500,000	-
	<u>15,920,663</u>	<u>19,064,405</u>

METALS AUSTRALIA LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

8. Trade and Other Receivables

	Consolidated	
	2023	2022
Current	\$	\$
Canadian mining, corporate and sale taxes receivable	179,668	161,657
Interest receivable	121,720	-
GST receivable	23,162	147,913
Bonds & deposits held	11,814	11,545
	336,364	321,115

9. Payne Gully Deposit

	Consolidated	
	2023	2022
	\$	\$
Payne Gully Deposit	-	1,920,000
	-	1,920,000

40,000,000 MLS fully paid shares issued to the Vendors of Payne Gully Gold Pty Ltd (PGG) as part of a transaction to acquire 80% of PGG.

10. Other financial assets – held for trading

	Consolidated	
	2023	2022
	\$	\$
Financial assets – listed Australian securities at market value	34,682	72,202
	34,682	72,202

11. Exploration and Evaluation Expenditure

	Consolidated	
	2023	2022
Current	\$	\$
Opening balance – at cost	9,384,069	8,047,719
Exploration and evaluation expenditure	1,693,348	1,143,731
Exploration and evaluation – foreign currency movements	23,001	192,619
Acquisition of Payne Gully Gold (refer to Note 24)	6,763,828	-
	17,864,246	9,384,069

12. Trade and other Payables

	Consolidated	
	2023	2022
Current	\$	\$
Trade creditors	124,436	237,624
Accrued liabilities	19,494	17,767
	143,930	255,391

METALS AUSTRALIA LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

13. Issued Capital

The movements in the ordinary share capital of the Company the last two years was as follows:

	Number	\$
Balance 30/06/2021	4,227,188,047	36,161,053
Issue 30 September 2021 at \$0.0015 per share	1,011,369,312	1,517,054
Total	5,238,557,359	37,678,107
20:1 Consolidation at 16 February 2022	261,928,095	37,678,107
Issue 16 March 2022 at \$0.078 per share	100,000,000	7,800,000
Conversion of MLSOB options	136,733,066	9,669,248
Conversion of MLSOC options	14,394,748	863,685
Conversion of MLSOD options	14,980,282	749,014
Issue of shares as part consideration of acquisition of Payne Gully Gold Pty Ltd	40,000,000	1,920,000
Capital raising costs	-	(540,245)
Balance 30/06/2022	568,036,191	58,139,809
Issue 17 August 2022 at \$0.059 per share	39,000,000	2,301,000
Issue 26 May 2023 of loan funded Employee Securities Incentive Plan (ESIP) shares	17,000,000	392,644
Capital raising costs	-	(100,000)
Balance 30/06/2023	624,036,191	60,733,453

The Company's capital consists of Ordinary Shares and the Company does not have a limited amount of authorised share capital. The Shares have no par value and are entitled to participate in dividends and the proceeds on any winding up of the Company in proportion to the number of Shares held. At shareholders' meetings, each fully paid ordinary share is entitled to one vote when a poll is called.

Capital Management

Management controls the capital of the group in order to maintain a good debt to equity ratio, and to ensure that the group can fund its operations and continue as a going concern. The group's debt and capital includes ordinary share capital, supported by financial assets. There are no externally imposed capital requirements. Management effectively manages the group's capital by assessing the group's financial risks and adjusting its capital structure in response to changes in these risks and in the market. These responses include distributions to shareholders and share issues.

There have been no changes in the strategy adopted by management to control the capital of the group since the prior year.

METALS AUSTRALIA LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

14. Share Option Reserve

Date	Details	Number	\$
30/06/2021	Balance	2,784,660,799	151,079
16/02/2022	20:1 Consolidation	139,233,036	151,079
Various	Issue of options	177,068,501	1,379,018
Various	Conversion of options	(166,108,066)	(97,933)
30/06/2022	Balance	150,193,471	1,432,164
17/8/2022	Issue of options	4,000,000	100,000
16/12/2023	Issue of options	8,000,000	178,204
1/1/2023	Expiry of options	(2,500,000)	(53,146)
26/5/2023	Issue of options	5,700,000	31,537
30/06/2023	Balance	165,393,471	1,688,759

The weighted average exercise price of the options on hand at year end is \$0.0554. The remaining contractual life of the options outstanding at year end was a weighted average of 0.6782 years.

Summary of Options Granted

The following table sets out the number and weighted average exercise price (WAEP) of, and movements in, share options granted during the year or prior years:

	2023 Number	2023 WAEP (cents)	2022 Number	2022 WAEP (cents)
Outstanding at beginning of year	150,193,471	0.053	139,233,066	0.070
Granted during the year	17,700,000	0.053	177,068,501	0.053
Exercised during the year	-	-	(166,108,096)	0.067
Expired during the year	(2,500,000)	0.079	-	-
Outstanding at the end of the year	165,393,471	0.055	150,193,471	0.053

15. Accumulated Losses

	Consolidated	
	2023 \$	2022 \$
Accumulated losses at the beginning of the year	(29,249,664)	(27,035,417)
Loss for the year	(808,593)	(2,214,247)
Expiration of options	53,146	-
Accumulated losses at the end of the financial year	(30,005,111)	(29,249,664)

METALS AUSTRALIA LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

16. Non-controlling Interest

	Consolidated	
	2023	2022
	\$	\$
Share capital	2	2
Interest in Payne Gully Gold	1,352,766	-
Accumulated losses	(75,919)	(75,919)
	<u>1,276,849</u>	<u>75,917</u>

17. Earnings per Share

	2023	2022
Weighted average number of shares on issue during the financial year used in the calculation of basic and diluted earnings per share	<u>603,537,561</u>	<u>298,824,992</u>
Basic and diluted earnings per share (cents)	(0.13)	(0.74)

Potential ordinary shares have not been included in the diluted earnings per share calculation as they would be anti-dilutive.

18. Cash Flow Information

Reconciliation to Statement of Cash Flows

	Consolidated	
	2023	2022
	\$	\$
Operating loss after income tax	(808,593)	(2,214,247)
Non-cash items in loss		
Revaluation of shares	37,520	-
Impairment of receivables	-	94,442
Share Based Payments	602,385	1,379,018
Changes in assets and liabilities:		
Decrease / (increase) in trade and other receivables	15,249	(143,198)
Increase / (decrease) in trade and other payables	(41,869)	175,637
Net cash flows (used in) / provided by operating activities	<u>(225,806)</u>	<u>(708,348)</u>

19. Financial Instruments

(a) Interest Rate Risk

The consolidated entity's exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates and the effective weighted average interest rates on those financial assets and financial liabilities, is as follows:

METALS AUSTRALIA LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

19. Financial Instruments (continued)

Consolidated Group	Floating Interest Rate		Non-Interest Bearing		Total	
	2023	2022	2023	2022	2023	2022
	\$	\$	\$	\$	\$	\$
Financial Assets:						
Cash and cash equivalents	15,920,663	19,064,405	-	-	15,920,663	19,064,405
Trade and other receivables	-	-	336,364	321,115	336,364	321,115
Held-for-trading investments	-	-	34,682	72,202	34,682	72,202
Payne Gully deposit	-	-	-	1,920,000	-	1,920,000
Total Financial Assets	15,920,663	19,064,405	371,046	2,313,317	19,291,709	21,377,722
Financial Liabilities:						
Trade and other payables	-	-	(143,930)	(255,391)	(143,930)	(255,391)
Total Financial Liabilities	-	-	(143,930)	(255,391)	(143,930)	(255,391)
Net Financial Assets	15,920,663	19,064,405	227,116	2,057,926	19,295,814	21,122,331

(b) Credit Risk

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets is the carrying amount of those assets, net of any provision for doubtful debts, as disclosed in the Statement of Financial Position and notes to the financial report.

Other than the Payne Gully deposit, the consolidated entity does not have any material credit risk exposure to any single debtor or group of debtors under financial instruments entered into by the consolidated entity.

(c) Net Fair Values

The carrying amount of financial assets and financial liabilities recorded in the financial statements represent their respective net fair values determined in accordance with the accounting policies disclosed in Note 2 to the financial statements.

(d) Financial Risk Management

The Group's financial instruments consist mainly of deposits with recognised banks, accounts receivable and accounts payable. Liquidity is managed, when sufficient funds are available, by holding sufficient funds in a current account to service current obligations and surplus funds invested in bank bills. The Directors analyse interest rate exposure and evaluate treasury management strategies in the context of the most recent economic conditions and forecasts. The main risks the Group is exposed to through its financial instruments are the depository banking institution itself, holding the funds, and interest rates. The Group's credit risk is minimal, as being an exploration company, no goods are sold, or services provided, for which consideration is claimed. Risk management on the Group investment is achieved by maintaining a close watch on market conditions as they apply to the investee companies.

METALS AUSTRALIA LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

19. Financial Instruments (continued)

(e) Liquidity Risk

Liquidity risk arises from the possibility that the Group might encounter difficulty in settling its debts or otherwise meeting its obligations related to financial liabilities. The Group manages the risk through the following mechanisms:

- preparing forward looking cash flow analysis in relation to its operational, investing and financing activities;
- maintaining a reputable credit profile;
- managing credit risk related to financial assets;
- only investing surplus cash with major financial institutions; and comparing the maturity profile of financial liabilities with the realisation profile of financial assets.

Liquidity Risk Sensitivity Analysis

The table below reflects an undiscounted contractual maturity analysis for financial liabilities.

Cash flows realised from financial assets reflect management's expectation as to the timing of realisation. Actual timing may therefore differ from that disclosed. The timing of cash flows presented in the table to settle financial liabilities reflects the earliest contractual settlement dates and does not reflect management's expectations that banking facilities will be rolled forward.

Consolidated Group	Within 1 year		1 to 5 years		Total	
	2023	2022	2023	2022	2023	2022
	\$	\$	\$	\$	\$	\$
Financial Liabilities – Due for Payment						
Trade and other payables	(143,930)	(255,391)	-	-	(143,930)	(255,391)
Total Expected Outflows	(143,930)	(255,391)	-	-	(143,930)	(255,391)
Financial Assets – Cash Flows Realisable						
Cash and cash equivalents	15,920,663	19,064,405	-	-	15,920,663	19,064,405
Receivables	336,364	321,115	-	-	336,364	321,115
Payne Gully Deposit	-	1,920,000	-	-	-	1,920,000
Held-for-trading investments	34,682	72,202	-	-	34,682	72,202
Total anticipated inflows	16,291,709	21,377,722	-	-	16,291,709	21,377,722
Net (outflow) / inflow on financial instruments	16,147,779	21,122,331	-	-	16,147,779	21,122,331

METALS AUSTRALIA LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

19. Financial Instruments (continued)

(f) Sensitivity Analysis

Interest Rate Risk, Foreign Currency Risk and Price Risk

The group has performed sensitivity analysis relating to its exposure to interest rate risk, foreign currency risk and price risk at balance date. This sensitivity analysis demonstrates the effect on the current year results and equity which could result from a change in these risks.

At 30 June 2023, the effect on profit/(loss) and equity as a result of changes in the interest rate, with all other variables remaining constant would be minimal:

	Consolidated	
	2023	2022
	\$	\$
Change in profit/(loss)		
- Increase in interest rate by 2%	318,413	381,288
- Decrease in interest rate by 2%	(318,413)	(381,288)
Change in equity		
- Increase in interest rate by 2%	318,413	381,288
- Decrease in interest rate by 2%	(318,413)	(381,288)

Foreign Currency Risk Sensitivity Analysis

There is minimal foreign currency risk as insignificant balances of foreign currency are held.

(g) Financial Instruments Measured at Fair Value

Financial Instruments Measured at Fair Value

The financial instruments recognised at fair value in the Statement of Financial Position have been analysed and classified using a fair value hierarchy reflecting the significance of the inputs used in making the measurements. The fair value hierarchy consists of the following levels:

- quoted prices in active markets for identical assets or liabilities (Level 1);
- inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices) (Level 2); and
- inputs for the asset or liability that are not based on observable market data (unobservable inputs) (Level 3).

	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Consolidated Group				
2023				
Financial assets				
Financial assets at fair value through profit or loss:				
Investments: held for trading	34,682	-	-	34,682
	34,682	-	-	34,682

METALS AUSTRALIA LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

19. Financial Instruments (continued)

2022

Financial assets

Financial assets at fair value through profit or loss:

Investments: held for trading	72,202	-	-	72,202
	72,202	-	-	72,202

Included within Level 1 of the hierarchy are listed investments. The fair values of these financial assets have been based on the closing quoted bid prices at reporting date, excluding transaction costs.

20. Investment in controlled entities

Name of Entity	Country of Incorporation	Class of Shares	Equity Holding (%)		Book Value of Investment \$'000		Contribution to Consolidated Result \$'000	
			2023	2022	2023	2022	2023	2022
Karrilea Holdings Pty Ltd	Australia	Ordinary	80	80	-	-	-	-
Payne Gully Gold Pty Ltd	Australia	Ordinary	80	-	-	-	-	-
Quebec Lithium Ltd	Australia	Ordinary	100	100	-	-	(17,405)	(56,994)
Lac Rainy Graphite Inc	Canada	Ordinary	100	100	-	-	-	-
Lac du Marcheur Copper-Cobalt Inc	Canada	Ordinary	100	100	-	-	-	-

The non-controlling interest in Karrilea Holdings Pty Ltd and Payne Gully Gold is not material to the Group.

21. Related Parties

The Group's related parties include its subsidiaries, key management and others as described below. Unless otherwise stated, none of the transactions incorporate special terms and conditions and no guarantees were received or given.

METALS AUSTRALIA LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

21. Related Parties (continued)

Related Party	Relationship	Nature Of Transaction	Year ended 30 June 2023		Year ended 30 June 2022	
			Transaction	Balance	Transaction	Balance
			\$	\$	\$	\$
Sabre Resources Ltd	Common Directors	Investment in shares	-	4,680	-	7,200
Sabre Resources Ltd	Common Directors	Trade Payables	2,299	6,115	3,816	3,816
Golden Deeps Limited	Common Director	Investments in Shares	-	30,000	-	65,000
Corporate Resource Services Pty Ltd	Management Services	Management services	316,532	51,881	290,153	88,125
Internazionale Consulting Pty Ltd	Director Related Entity	Payment of director and consulting fees	-	-	(51,728)	(2,000)
Profit & Resources Management Pty Ltd	Director Related Entity	Payment of director fees	-	-	(6,533)	-
Odyssey Counselling and Coaching	Director Related Entity	Payment of director fees	(56,551)	-	(767)	(767)

All transactions with Directors are disclosed in Note 6.

22. Operating Segments

Identification of reportable segments

The Group has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (Chief Operating decision makers) in assessing performance and determining the allocation of resources. As the Group is focused on mineral exploration, the Board monitors the Group based on actual versus budgeted exploration expenditure incurred by area of interest. The internal reporting framework is the most relevant to assist the Board with making decisions regarding the Group and its ongoing exploration activities, while also taking into consideration the results of exploration work that has been performed to date.

The Company is managed on the basis of area of interest. Operating segments are therefore determined on the same basis.

Segments

The two reportable segments are as follows:

- (i) Western Australian Projects
- (ii) Quebec Projects

Basis of Accounting for purposes of reporting by operating segments

Accounting Policies Adopted

All amounts reported to the Board of Directors as the chief decision maker with respect to operating segments are determined in accordance with accounting policies that are consistent to those adopted in the annual financial statements of the Group.

METALS AUSTRALIA LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

22. Operating Segments (continued)

There are no inter-segment transactions. Segment assets are clearly identifiable on the basis of their nature. Segment liabilities include trade and other.

Segment Performance – June 2023	Australia	Canada	Total
Revenue	\$	\$	\$
Interest revenue	587,355	-	587,355
Gain on sale of tenement	70,000	-	70,000
Total Group revenue	657,355	-	657,355
Segment profit/(loss)			
Management Fees	(316,532)	-	(316,532)
Corporate overheads	(1,114,744)	(34,672)	(1,149,416)
Total Group profit/(loss)	(773,921)	(34,672)	(808,593)
Segment assets			
Cash and cash equivalents	15,920,661	2	15,920,663
Exploration and evaluation expenditure	13,911,263	3,952,983	17,864,246
Trade and other receivables	155,290	185,367	340,657
Financial assets	34,682	-	34,682
Total Group assets	30,021,896	4,138,352	34,160,248
Segment liabilities			
Trade and other payables	(143,930)	-	(143,930)
Total Group liabilities	(143,930)	-	(143,930)

Segment Performance – June 2022	Australia	Canada	Total
Revenue	\$	\$	\$
Interest revenue	2,210	-	2,210
Gain on sale of shares	40,000	-	40,000
Total Group revenue	42,210	-	42,210
Segment profit/(loss)			
Management Fees	(290,153)	-	(290,153)
Corporate overheads	(1,795,548)	(19,779)	(1,815,327)
Canadian bank fraud	-	(56,535)	(56,535)
Impairment of receivable	-	(94,442)	(94,442)
Total Group profit/(loss)	(2,043,491)	(170,756)	(2,214,247)
Segment assets			
Cash and cash equivalents	19,064,332	73	19,064,405
Exploration and evaluation expenditure	5,869,480	3,514,589	9,384,069
Trade and other receivables	2,078,124	167,284	2,245,408
Financial assets	72,202	-	72,202
Total Group assets	27,084,138	3,681,946	30,766,084
Segment liabilities			
Trade and other payables	(255,391)	-	(255,391)
Total Group liabilities	(255,391)	-	(255,391)

METALS AUSTRALIA LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

23. Commitments

(i) Mining Tenements

As part of ongoing activities, the consolidated entity is required to commit to minimum expenditures to retain its interest in its Australian and Canadian mineral tenements. Over the next five years this amounts to \$2,798,380, as follows:

Year Ending 30 June	Australia	Canada	Total
			\$
2024	412,400	83,276	495,676
2025	432,400	83,276	515,676
2026	478,400	83,276	561,676
2027	499,400	83,276	582,676
2028	559,400	83,276	642,676
	2,382,000	416,380	2,798,380

(ii) Management Agreement

The Company has an agreement with a management service company for the provision of services at the current annual rate of \$316,532 per annum (plus CPI increases). Charges are at commercial terms in accordance with the Services Agreement entered into on 11 May 2021 for a five-year term commencing 1 May 2021, with renewable one year periods at the cessation of the initial term.

24. Acquisition of Payne Gully Gold Pty Ltd

During the year the Company acquired an 80% interest in Payne Gully Gold Pty Ltd, a company holding tenement assets in Western Australia and the Northern Territory. The transaction has been treated as an asset acquisition.

	31 June 2023
	\$
Total consideration	5,411,062
Exploration and evaluation assets acquired	6,763,828
Outside equity interest	(1,352,766)
	<u>5,411,062</u>

25. Contingent Liabilities

There were no contingent liabilities as at 30 June 2023.

26. Subsequent Events

The Directors are not aware of any matter or circumstance not otherwise dealt with in the report or financial statements that has significantly or may significantly affect the operations of the consolidated entity, the results of those operations or the state of affairs of the consolidated entity in subsequent financial years.

METALS AUSTRALIA LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

27. Parent Entity Information

The following details information related to the parent entity, Metals Australia Ltd, at 30 June 2023. The information presented here has been prepared using consistent accounting policies as shown in Note 2.

	Parent Entity	
	2023	2022
	\$	\$
Assets		
Current assets	16,110,633	21,214,660
Non-current assets	12,014,622	4,892,593
Total Assets	28,125,255	26,107,253
Liabilities		
Current liabilities	143,930	255,391
Total Liabilities	143,930	255,391
Equity		
Issued capital	60,733,453	58,139,809
Share option reserve	1,688,759	1,432,164
Accumulated losses	(34,440,887)	(33,720,111)
Total Equity	27,981,325	25,851,862
Financial performance		
(Loss) for the year	(773,922)	(2,062,811)
Other comprehensive income	-	-
Total comprehensive (loss)	(773,922)	(2,062,811)

No guarantees have been entered into by the parent entity on behalf of its subsidiary.

No contingent liabilities exist.

No contractual commitments by the parent company exist, other than those for exploration commitments and management services (refer note 23).

METALS AUSTRALIA LTD

DIRECTORS DECLARATION

1. In the opinion of the Directors of Metals Australia Ltd (the "Company"):

- (a) the financial statements and notes set out on pages 20 to 46, and the remuneration disclosures that are contained in pages 12 to 15 of the Remuneration Report in the Directors' Report, are in accordance with the Corporations Act 2001, including:
 - (i) giving a true and fair view of the Group's financial position as at 30 June 2023 and of its performance, for the financial year ended on that date;
 - (ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001; and
 - (iii) complying with International Financial Reporting Standards as disclosed in Note 2.
- (b) the remuneration disclosures that are contained in pages 12 to 15 of the Remuneration Report in the Directors' Report comply with Australian Accounting Standard AASB 124 Related Party Disclosures; and
- (c) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

2. The Directors have been given the declaration required by Section 295A of the Corporations Act 2001 from the Chief Executive Officer and Chief Financial Officer for the financial year ended 30 June 2023.

Signed in accordance with a resolution of the Directors:



Michael Scivolo
Chairman

Dated 28th September 2023.
Perth, Western Australia

**AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION
307C OF THE CORPORATIONS ACT 2001 TO THE DIRECTORS
OF METALS AUSTRALIA LIMITED**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2023, there have been:

- a) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit, and
- b) no contraventions of any applicable code of professional conduct in relation to the audit.



NEIL PACE
PARTNER



MOORE AUSTRALIA AUDIT (WA)
CHARTERED ACCOUNTANTS

Signed at Perth this 28th day of September 2023.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF METAL AUSTRALIA LIMITED****Report on the Audit of the Financial Report****Opinion**

We have audited the financial report of Metals Australia Limited (the Company) and its subsidiaries (the "Group"), which comprises the consolidated statement of financial position as at 30 June 2023, the consolidated statement of comprehensive income, the consolidated statement of changes in equity and the consolidated cash flow statement 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:

- i. giving a true and fair view of the Group's financial position as at 30 June 2023 and of its financial performance for the year then ended; and
- ii. 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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

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 (including Independence Standards)* (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 confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report.

Key Audit Matters

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

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 year. 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.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF METALS AUSTRALIA LIMITED (CONTINUED)

Key Audit Matters (continued)

Carrying value of Exploration & Evaluation Expenditure	
Refer to Note 11 Exploration & Evaluation Expenditure	
<p>As at 30 June 2023 the Group had capitalised exploration and evaluation expenditure of \$17,864,246</p> <p>The ability to recognise and to continue to defer exploration and evaluation assets under AASB 6 is impacted by the Group's ability, and intention, to continue to explore and evaluate the tenements or its ability to realise this value through development or sale.</p> <p>The carrying values of the capitalised exploration and evaluation assets were key audit matters given the significance of the exploration activities to the Group's balance sheet, and the judgement involved in the assessment of their values.</p>	<p>Our procedures included, amongst others the following:</p> <ul style="list-style-type: none"> Assessing the methodologies used by management to estimate recoverable amounts of the exploration and evaluation assets, including testing the integrity of the information provided, and assessing the appropriateness of the key assumptions adopted based on our knowledge of the exploration assets and industry. Reviewing minutes of Board meetings, ASX announcements, the latest professional and other reports for evidence of any impairment indicators or material adverse changes in relation to the exploration assets. Testing expenditures and other additions to the exploration and evaluation assets during the year on a sample basis against supporting documentation such as supplier invoices and cost agreements and ensuring such expenditures and additions are appropriately recorded in accordance with applicable accounting standards. Reviewing the Group's rights to tenure to its areas of interest and commitment to continue exploration and evaluation activities in these interests and ensuring capitalised expenditures relating to areas of interest which have been discontinued or no longer being budgeted for are appropriately impaired. Compared the Group's market capitalisation as at 30 June 2023 to its net asset position, market capitalisation below net assets is an indicator of possible impairment, thereby requiring further consideration. Assessing the appropriateness of the relevant disclosures in the financial statements.

Acquisition of Controlled Entity During the Year	
Refer to Note 24 Acquisition of Controlled Entity	
<p>During the year the Company acquired an 80% controlling interest in Payne Gully Gold Pty Ltd.</p> <p>Accounting for the acquisition is a key audit matter given the significance of the investment to the Group's balance sheet, and the judgement involved in allocating the purchase consideration to the net assets acquired.</p>	<p>Our procedures included, amongst others the following:</p> <ul style="list-style-type: none"> Review of the purchase agreement and calculation of value ascribed to the value of consideration paid. Review of the allocation of the purchase consideration to the estimated fair value of net assets acquired as at the date of acquisition. Assessing the appropriateness of the relevant disclosures in the financial statements.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF METALS AUSTRALIA LIMITED (CONTINUED)

Other Information

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 2023 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 has 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 the 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.

A further description of our responsibilities for the audit of the financial report is located on the Auditing and Assurance Standards Board website at:

https://www.auasb.gov.au/admin/file/content102/c3/ar2_2020.pdf This description forms part of our auditor's report.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF METALS AUSTRALIA LIMITED (CONTINUED)**

Report on the Remuneration Report

Opinion on the Remuneration Report

We have audited the Remuneration Report as included in the directors' report for the year ended 30 June 2023.

In our opinion, the Remuneration Report of Metals Australia Limited, for the year ended 30 June 2023 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.



NEIL PACE
PARTNER



MOORE AUSTRALIA AUDIT (WA)
CHARTERED ACCOUNTANTS

Signed at Perth this 28th day of September 2023.

METALS AUSTRALIA LTD

SHAREHOLDERS INFORMATION

Additional information included in accordance with the listing requirements of the Australian Securities Exchange Limited. The information set out below is applicable as at 22 September 2023 unless otherwise stated.

Capital Structure

The Company currently has issued capital of 624,036,191 fully paid ordinary shares held by 3,743 holders.

The Company has also issued 119,719,718 listed options exercisable at \$0.05 at any time up to their maturity on 10 February 2024, held by 228 holders.

The Company has also issued 36,673,753 listed options exercisable at \$0.06 at any time up to their maturity on 31 December 2023, held by 87 holders.

The Company has also issued 4,000,000 unlisted options exercisable at \$0.08 at any time up to their maturity on 30 November 2025, held by 4 holders.

The Company has also issued 4,000,000 unlisted options exercisable at \$0.15 at any time up to their maturity on 30 November 2025, held by 4 holders.

Voting Rights

The Company's Constitution provides that at a meeting of shareholders, and on a show of hands, each shareholder present in person and each other person present as a proxy, attorney or representative, has one vote. On a poll, each shareholder present in person has one vote for each fully paid ordinary share held by the shareholder and each person as a proxy, attorney or representative of a shareholder has one vote for each fully paid ordinary share held by the shareholder that person represents.

The Company's option holders do not have any voting rights.

On-Market Buy-Back

The Company does not have an on-market buy-back.

Securities Subject to Escrow

The Company has issued 17,000,000 MLS fully paid ordinary shares and 5,700,000 MLSOD options through its Employee Securities Incentive Plan which remain subject to voluntary escrow.

Distribution of Shareholders

(a) The distribution of members and their shareholdings was:

Range of Holding		Holders	Shares Held	Percent
1	- 1,000	90	27,613	0.00%
1,001	- 5,000	207	758,536	0.12%
5,001	- 10,000	408	3,260,930	0.52%
10,001	- 100,000	2,303	87,700,001	14.05%
100,001	and over	735	532,289,111	85.30%
		3,743	624,036,191	100%

METALS AUSTRALIA LTD

SHAREHOLDERS INFORMATION

1. There were 1,049 shareholders with unmarketable parcels of shares based on the closing market price on 21 September 2023.

Substantial Shareholders

The Company has received the requisite notices from substantial shareholders being:

Name	Number of Ordinary Shares	Percentage of Issued Capital
James John del Piano, Coniston Pty Ltd, Pan Pacific Pty Ltd, Caconda Pty Ltd, Corporate Resource Services Pty Ltd and Kalgoorlie Mine Management Pty Ltd	91,725,000	14.70%

Top 20 Shareholders

The twenty largest shareholders, representing 31.42% of the paid up capital were:

Name of Holder	Number	Percent
MR JAMES JOHN DEL PIANO	39,500,000	6.33
CONISTON PTY LTD <THE CONISTON A/C>	39,500,000	6.33
10 BOLIVIANOS PTY LTD	33,822,882	5.42
BNP PARIBAS NOMS PTY LTD	9,658,308	1.55
MR JIUMIN YAN	9,401,767	1.51
CITICORP NOMINEES PTY LIMITED	8,493,133	1.36
MR PHUNG DANG NGUYEN	8,159,640	1.31
BROADWAY COMPUTERS PTY LTD <AURAN FAMILY A/C>	7,877,000	1.26
BNP PARIBAS NOMS PTY LTD UOB KH PL AC <DRP>	7,705,631	1.23
MR BLAIR HUGH TOWNSEND	7,250,000	1.16
CORPORATE RESOURCE SERVICES PTY LTD	7,000,000	1.12
TAG INVESTMENTS AUSTRALIA PTY LTD <TAG INVESTMENT A/C>	5,775,354	0.93
MR ANTANAS GUOGA	5,311,490	0.85
LAWRENCE JONATHON DUGDALE	5,000,000	0.80
MR PHUNG DANG NGUYEN + MRS THI THU THUY NGUYEN	4,433,203	0.71
MRS MINJUAN ZHOU	4,100,000	0.66
MR NIV DAGAN	4,063,229	0.65
KALGOORLIE MINE MANAGEMENT PTY LTD	3,900,000	0.62
MRS DONGHUA TAN	3,350,000	0.54
SUPERHERO SECURITIES LIMITED <CLIENT A/C>	3,348,683	0.54
	217,650,320	34.88

METALS AUSTRALIA LTD

SHAREHOLDERS INFORMATION

Top 20 Option holders

There are four classes of options on issue.

There are 119,719,718 listed options exercisable at \$0.05 at any time up to their maturity on 10 February 2024 on issue. The twenty largest option holders as at 22 September 2023 are:

Name of Holder	Number	Percent
CONISTON PTY LTD <CONISTON A/C>	10,500,000	8.77
BURATU PTY LTD <CONNOLLY SUPER FUND A/C>	7,540,000	6.30
TURNER AGRICULTURE PTY LTD	5,000,000	4.18
TORNADO NOMINEES PTY LTD <ANGUS MIDDLETON S/F A/C>	4,600,000	3.84
SUPER MSJ PTY LTD <MSJ SUPER FUND A/C>	4,000,000	3.34
10 BOLIVIANOS PTY LTD	3,710,769	3.10
ROSSLEE HOLDINGS PTY LTD <N & P BURN SUPER FUND A/C>	3,000,000	2.51
TORNADO NOMINEES PTY LTD <ANGUS MIDDLETON S/F A/C>	2,950,000	2.46
TORNADO NOMINEES PTY LTD <ANGUS MIDDLETON S/F A/C>	2,800,000	2.34
CORPORATE RESOURCE SERVICES PTY LTD	2,350,000	1.96
MRS SONALBEN PATEL	2,260,218	1.89
M & K KORKIDAS PTY LTD <M & K KORKIDAS PTY LTD A/C>	2,250,000	1.88
MR MICHAEL SEAN MUHLING	2,000,000	1.67
MR BRADLEY KENNETH MAYS	2,000,000	1.67
MR LINDSAY ROY TURNER	2,000,000	1.67
MRS RATIKORN KORBEL	1,750,000	1.46
TATA MA CHANCE INVESTMENTS PTY LTD	1,521,186	1.27
MR LAWRENCE JONATHON DUGDALE	1,500,000	1.25
LAWRENCE JONATHON DUGDALE	1,350,000	1.13
ORACLE CUSTOMER MANAGEMENT SOLUTIONS PTY LTD	1,282,051	1.07
Totals	64,364,224	53.76

Distribution of Option holders \$0.05 Exercise Price Expiring 10 February 2024

(a) The distribution of option holders and their holdings was:

Range of Holding	Holders	Options Held	Percent
1 - 1,000	3	1,901	0.00%
1,001 - 5,000	0	0	0.00%
5,001 - 10,000	3	21,900	0.02%
10,001 - 100,000	81	4,384,275	3.66%
100,001 and over	141	115,311,642	96.32%
	228	119,719,718	100%

(b) There were 77 option holders with unmarketable parcels of shares based on the closing market price on 21 September 2023.

METALS AUSTRALIA LTD

SHAREHOLDERS INFORMATION

There are 37,673,753 listed options exercisable at \$0.06 at any time up to their maturity on 31 December 2023 on issue. The twenty largest option holders as at 22 September 2023 are:

Name of Holder	Number	Percent
FIRST INVESTMENT PARTNERS PTY LTD	6,166,667	16.37
MR SAMUEL GERSHON JACOBS + MRS SARITA DEVI JACOBS + MISS MANEKHA BRIDGETTE JACOBS <THE PHOENIX SUPERFUND A/C>	6,000,000	15.93
MRS MARIE-MICHELE KYRIAKOPOULOS + MR JOHN KYRIAKOPOULOS	2,816,278	7.48
WAYNE DUNLOP SUPERANNUATION PTY LTD <WAYNE DUNLOP SUPER FUND A/C>	2,000,000	5.31
MR ALBERTO VILLANOVA	1,500,559	3.98
MR BLAIR HUGH TOWNSEND	1,500,000	3.98
MR CONSTANTINE DIFFERDING	1,166,667	3.1
MR PAUL GRAEME SCULLIN	994,589	2.64
MR GAURAV DANI	700,000	1.86
MR MICHAEL KIPLING MAZALEVSKIS <MICMATT FAMILY A/C>	700,000	1.86
MR ANDREW WILLIAM KINGSLEY	637,500	1.69
DUXBELLORUM PTY LIMITED	627,201	1.66
MR JOHN KA CHUN CHAN	625,000	1.66
MR BRETT JOHN CONNORS	604,000	1.6
MS SHARON LESLIE ORTENBURG-LIGHT	550,000	1.46
MS YI CHEN	550,000	1.46
MR STEVEN KRISHNA REDDY	526,315	1.4
MR DAVID JASON BOURKE	508,334	1.35
MR WARREN NEAL TUTTIETT	500,000	1.33
UNIVERSE TIME PTY LTD	466,667	1.24
Totals	29,139,777	77.36

Distribution of Option holders \$0.06 Exercise Price Expiring 31 December 2023

(a) The distribution of option holders and their holdings was:

Range of Holding	Holders	Options Held	Percent
1 - 1,000	2	335	0.00
1,001 - 5,000	0	0	0.00
5,001 - 10,000	1	10,000	0.03
10,001 - 100,000	33	1,928,782	5.12
100,001 and over	51	35,734,636	94.85
	87	37,673,753	100

(b) There were 39 option holders with unmarketable parcels of these options unmarketable parcels of shares based on the closing market price on 21 September 2023.

METALS AUSTRALIA LTD

SHAREHOLDERS INFORMATION

There are 4,000,000 unlisted options exercisable at \$0.08 at any time up to their maturity on 30 November 2023 on issue.

Distribution of Unlisted Option holders \$0.08 Exercise Price Expiring 30 November 2025

(a) The distribution of option holders and their holdings was:

Range of Holding	Holders	Options Held	Percent
1 - 1,000	0	0	0.00
1,001 - 5,000	0	0	0.00
5,001 - 10,000	0	0	0.00
10,001 - 100,000	0	0	0.00
100,001 and over	4	4,000,000	100.00
	4	4,000,000	100

(b) There were 4 option holders with unmarketable parcels of these options.

(c) Holders of more than 20% in this class are as follows:

Name of Holder	Number	Percent
VITO HOLDINGS PTY LTD <THE BA CONTI FAMILY A/C>	1,000,000	25
MR ALEXANDER GILES PASCOE BIGGS	1,000,000	25
RACHELLE NICOLE DOMANSKY	1,000,000	25
SEABIRD NOMINEES PTY LTD <SCIVOLO SUPER FUND A/C>	1,000,000	25
	4,000,000	100

There are 4,000,000 unlisted options exercisable at \$0.15 at any time up to their maturity on 30 November 2023 on issue.

Distribution of Unlisted Option holders \$0.08 Exercise Price Expiring 30 November 2025

(a) The distribution of option holders and their holdings was:

Range of Holding	Holders	Options Held	Percent
1 - 1,000	0	0	0.00
1,001 - 5,000	0	0	0.00
5,001 - 10,000	0	0	0.00
10,001 - 100,000	0	0	0.00
100,001 and over	4	4,000,000	100.00
	4	4,000,000	100

(b) There were 4 option holders with unmarketable parcels of these options.

(c) Holders of more than 20% in this class are as follows:

Name of Holder	Number	Percent
VITO HOLDINGS PTY LTD <THE BA CONTI FAMILY A/C>	1,000,000	25
MR ALEXANDER GILES PASCOE BIGGS	1,000,000	25
RACHELLE NICOLE DOMANSKY	1,000,000	25
SEABIRD NOMINEES PTY LTD <SCIVOLO SUPER FUND A/C>	1,000,000	25
	4,000,000	100

METALS AUSTRALIA LTD

TENEMENT INFORMATION

Tenement Schedule as at 28 September 2023

Tenement ID	Tenement Type	Jurisdiction	Project	Interest %	Area Km ²	License Expiry Date
M57/227	Mining Licence	Western Australia	Manindi	80	4.77	2/09/2034
M57/240	Mining Licence	Western Australia	Manindi	80	3.15	9/11/2035
M57/533	Mining Licence	Western Australia	Manindi	80	8.01	16/01/2029
E15/1702	Exploration Licence	Western Australia	Nepean South Nickel Project	20	35.19	09/12/2024
E57/1197	Exploration Licence	Western Australia	Bulga	100	3.01	19/09/2027
E57/1198	Exploration Licence	Western Australia	Bulga	100	6.02	19/09/2027
E51/2105 (Application)	Exploration Licence Application subject to ballot	Western Australia	Munarra South	100	21.37	N/A
E51/2107 (Application)	Exploration Licence Application subject to ballot	Western Australia	Munarra South	100	6.11	N/A
EL32725	Exploration Licence	Northern Territory	Tennant Creek	80	142	10/01/2028
EL32397	Exploration Licence Application	Northern Territory	Tennant Creek	80	78	N/A
EL32410	Exploration Licence Application	Northern Territory	Tennant Creek	80	332	N/A
EL32837	Exploration Licence Application	Northern Territory	Tennant Creek	80	220	N/A
E47/4327	Exploration Licence	Western Australia	Warrambie	80	126	24/08/2025
E70/6232	Exploration Licence Application	Western Australia	Murchison	80	154.6	N/A
E70/6233	Exploration Licence Application	Western Australia	Murchison	80	181.4	N/A
E51/2058	Exploration Licence	Western Australia	Murchison	80	123.4	06/04/2027
E51/2059	Exploration Licence	Western Australia	Murchison	80	213.8	15/02/2028

METALS AUSTRALIA LTD

TENEMENT INFORMATION

Lac Rainy Graphite Project

Quebec, Canada - 100% owned by Quebec Lithium Limited, a wholly owned subsidiary of Metals Australia Ltd.
All tenements are Mineral Claims (CDC)

Total Count	Claim number (CDC series)	Area (ha)	Grant Date	Expiry Date
1	2477073	52.35	2/02/2017	1/02/2024
2	2477074	52.35	2/02/2017	1/02/2024
3	2477075	52.35	2/02/2017	1/02/2024
4	2477076	52.34	2/02/2017	1/02/2024
5	2477077	52.34	2/02/2017	1/02/2024
6	2477078	52.30	2/02/2017	1/02/2024
7	2477079	52.30	2/02/2017	1/02/2024
8	2493128	52.34	24/05/2017	23/05/2024
9	2493129	52.30	24/05/2017	23/05/2024
10	2493130	52.30	24/05/2017	23/05/2024
11	2493131	52.30	24/05/2017	23/05/2024
12	2493132	52.30	24/05/2017	23/05/2024
13	2493133	52.29	24/05/2017	23/05/2024
14	2493134	52.29	24/05/2017	23/05/2024
15	2493135	52.31	24/05/2017	23/05/2024
16	2467343	52.33	31/10/2016	30/10/2025
17	2467344	52.33	31/10/2016	30/10/2025
18	2467345	52.32	31/10/2016	30/10/2025
19	2467346	52.32	31/10/2016	30/10/2025
20	2462752	52.36	19/09/2016	18/09/2025
21	2462753	52.36	19/09/2016	18/09/2025
22	2462754	52.35	19/09/2016	18/09/2025
23	2462755	52.35	19/09/2016	18/09/2025
24	2462756	52.35	19/09/2016	18/09/2025
25	2462757	52.34	19/09/2016	18/09/2025
26	2462758	52.34	19/09/2016	18/09/2025
27	2462759	52.34	19/09/2016	18/09/2025
28	2462760	52.34	19/09/2016	18/09/2025

METALS AUSTRALIA LTD

TENEMENT INFORMATION

Total Count	Claim number (CDC series)	Area (ha)	Grant Date	Expiry Date
29	2462761	52.34	19/09/2016	18/09/2025
30	2462762	52.33	19/09/2016	18/09/2025
31	2462763	52.33	19/09/2016	18/09/2025
32	2462764	52.33	19/09/2016	18/09/2025
33	2462765	52.33	19/09/2016	18/09/2025
34	2462766	52.33	19/09/2016	18/09/2025
35	2462767	52.33	19/09/2016	18/09/2025
36	2462768	52.32	19/09/2016	18/09/2025
37	2462769	52.32	19/09/2016	18/09/2025
38	2462770	52.32	19/09/2016	18/09/2025
39	2462771	52.32	19/09/2016	18/09/2025
40	2462772	52.32	19/09/2016	18/09/2025
41	2462773	52.31	19/09/2016	18/09/2025
42	2462774	52.31	19/09/2016	18/09/2025
43	2462775	52.31	19/09/2016	18/09/2025
44	2462776	52.31	19/09/2016	18/09/2025
45	2462777	52.31	19/09/2016	18/09/2025
46	2462778	52.31	19/09/2016	18/09/2025
47	2462779	52.30	19/09/2016	18/09/2025
48	2462780	52.30	19/09/2016	18/09/2025
49	2462781	52.30	19/09/2016	18/09/2025
50	2462782	52.30	19/09/2016	18/09/2025
51	2462783	52.30	19/09/2016	18/09/2025
52	2471082	52.38	16/12/2016	15/12/2025
53	2471083	52.37	16/12/2016	15/12/2025
54	2471084	52.36	16/12/2016	15/12/2025
55	2471085	52.36	16/12/2016	15/12/2025
56	2471086	52.36	16/12/2016	15/12/2025
57	2471087	52.36	16/12/2016	15/12/2025
58	2471088	52.35	16/12/2016	15/12/2025

METALS AUSTRALIA LTD

TENEMENT INFORMATION

Total Count	Claim number (CDC series)	Area (ha)	Grant Date	Expiry Date
59	2471089	52.35	16/12/2016	15/12/2025
60	2471090	52.35	16/12/2016	15/12/2025
61	2471091	52.35	16/12/2016	15/12/2025
62	2471092	52.34	16/12/2016	15/12/2025
63	2471093	52.34	16/12/2016	15/12/2025
64	2471094	52.34	16/12/2016	15/12/2025
65	2471095	52.34	16/12/2016	15/12/2025
66	2471096	52.33	16/12/2016	15/12/2025
67	2471097	52.33	16/12/2016	15/12/2025
68	2471098	52.33	16/12/2016	15/12/2025
69	2471099	52.33	16/12/2016	15/12/2025
70	2471100	52.32	16/12/2016	15/12/2025
71	2471101	52.32	16/12/2016	15/12/2025
72	2471102	52.32	16/12/2016	15/12/2025
73	2471103	52.32	16/12/2016	15/12/2025
74	2471104	52.31	16/12/2016	15/12/2025
75	2471105	52.31	16/12/2016	15/12/2025
76	2471106	52.31	16/12/2016	15/12/2025
77	2471107	52.31	16/12/2016	15/12/2025
78	2471108	52.31	16/12/2016	15/12/2025
79	2465815	52.30	13/10/2016	12/10/2025
80	2499090	35.22	2/08/2017	1/08/2024
81	2499091	45.67	2/08/2017	1/08/2024
82	2499092	25.58	2/08/2017	1/08/2024
83	2499356	52.35	7/08/2017	6/08/2024
84	2499357	52.35	7/08/2017	6/08/2024
85	2528299	52.34	29/11/2018	28/11/2025
86	2528300	52.34	29/11/2018	28/11/2025
87	2529282	52.29	14/12/2018	13/12/2025
88	2529504	52.30	09/01/2019	08/01/2024

METALS AUSTRALIA LTD

TENEMENT INFORMATION

Total Count	Claim number (CDC series)	Area (ha)	Grant Date	Expiry Date
89	2511046	52.32	01/02/2018	31/01/2024
90	2511047	52.31	01/02/2018	31/01/2024
91	2499377	52.34	07/08/2017	06/08/2024
92	2499378	52.35	07/08/2017	06/08/2024
93	2743939	52.36	27/02/2023	26/02/2026
94	2743940	52.36	27/02/2023	26/02/2026
95	2743941	52.36	27/02/2023	26/02/2026
96	2743942	52.37	27/02/2023	26/02/2026
97	2743943	52.37	27/02/2023	26/02/2026
98	2743944	52.37	27/02/2023	26/02/2026
99	2743945	52.37	27/02/2023	26/02/2026
100	2743946	52.35	27/02/2023	26/02/2026
101	2743947	52.35	27/02/2023	26/02/2026
102	2743948	52.35	27/02/2023	26/02/2026
103	2743949	52.29	27/02/2023	26/02/2026
104	2743950	52.29	27/02/2023	26/02/2026
105	2743951	52.29	27/02/2023	26/02/2026
106	2743952	52.29	27/02/2023	26/02/2026
107	2743953	52.29	27/02/2023	26/02/2026
108	2743954	52.29	27/02/2023	26/02/2026
109	2743955	52.29	27/02/2023	26/02/2026
110	2743956	52.29	27/02/2023	26/02/2026
111	2743957	52.29	27/02/2023	26/02/2026
112	2743958	52.29	27/02/2023	26/02/2026
113	2743959	52.28	27/02/2023	26/02/2026
114	2743960	52.28	27/02/2023	26/02/2026
115	2743961	52.28	27/02/2023	26/02/2026
116	2743962	52.28	27/02/2023	26/02/2026
117	2743963	52.28	27/02/2023	26/02/2026
118	2743964	52.28	27/02/2023	26/02/2026

METALS AUSTRALIA LTD

TENEMENT INFORMATION

Total Count	Claim number (CDC series)	Area (ha)	Grant Date	Expiry Date
119	2743965	52.28	27/02/2023	26/02/2026
120	2743966	52.28	27/02/2023	26/02/2026
121	2743967	52.28	27/02/2023	26/02/2026
122	2743968	52.28	27/02/2023	26/02/2026
123	2743969	52.28	27/02/2023	26/02/2026
124	2743970	52.28	27/02/2023	26/02/2026
125	2743971	52.27	27/02/2023	26/02/2026
126	2743972	52.27	27/02/2023	26/02/2026
127	2743973	52.27	27/02/2023	26/02/2026
128	2743974	52.27	27/02/2023	26/02/2026
129	2743975	52.27	27/02/2023	26/02/2026
131	2743976	52.27	27/02/2023	26/02/2026
132	2743977	52.27	27/02/2023	26/02/2026

METALS AUSTRALIA LTD

TENEMENT INFORMATION

Lac du Marcheur Cobalt Project

Quebec, Canada - 100% owned by Quebec Lithium Limited, a wholly owned subsidiary of Metals Australia Ltd. All tenements are Mineral Claims (CDC)

Total Count	Claim number (CDC series)	Area (ha)	Date Granted	Date Expires
1	2505515	59.61	20/11/2017	19/11/2024
2	2505516	59.61	20/11/2017	19/11/2024
3	2473803	59.55	27/01/2017	26/01/2024
4	2473804	59.54	27/01/2017	26/01/2024
5	2473805	59.53	27/01/2017	26/01/2024
6	2473806	59.53	27/01/2017	26/01/2024
7	2473807	59.53	27/01/2017	26/01/2024
8	2473808	59.52	27/01/2017	26/01/2024
9	2488121	56.75	6/04/2017	5/04/2024
10	2488122	34.77	6/04/2017	5/04/2024
11	2488123	24.04	6/04/2017	5/04/2024
12	2488124	19.67	6/04/2017	5/04/2024
13	2488125	0.72	6/04/2017	5/04/2024
14	2488126	27.75	6/04/2017	5/04/2024
15	2488062	58.30	5/04/2017	4/04/2024
16	2488063	31.04	5/04/2017	4/04/2024
17	2488064	31.51	5/04/2017	4/04/2024
18	2488065	59.61	5/04/2017	4/04/2024
19	2488066	59.61	5/04/2017	4/04/2024
20	2488067	59.61	5/04/2017	4/04/2024
21	2488068	59.61	5/04/2017	4/04/2024
22	2488069	59.61	5/04/2017	4/04/2024
23	2477461	59.55	7/02/2017	6/02/2024
24	2477462	56.91	7/02/2017	6/02/2024
25	2477463	8.83	7/02/2017	6/02/2024
26	2477464	46.28	7/02/2017	6/02/2024
27	2477465	49.94	7/02/2017	6/02/2024

METALS AUSTRALIA LTD

TENEMENT INFORMATION

Total Count	Claim number (CDC series)	Area (ha)	Date Granted	Date Expires
28	2477466	10.88	7/02/2017	6/02/2024
29	2477467	23.53	7/02/2017	6/02/2024
30	2477468	56.87	7/02/2017	6/02/2024
31	2477469	9.58	7/02/2017	6/02/2024
32	2477470	54.20	7/02/2017	6/02/2024
33	2477471	41.03	7/02/2017	6/02/2024
34	2477472	55.11	7/02/2017	6/02/2024
35	2477473	18.90	7/02/2017	6/02/2024
36	2477474	35.87	7/02/2017	6/02/2024

Eade Gold Project

Quebec, Canada - 100% owned by Quebec Lithium Limited, a wholly owned subsidiary of Metals Australia Ltd. All tenements are Mineral Claims (CDC)

Total Count	Claim number (CDC series)	Area (ha)	Grant Date	Expiry Date
1	2434601	51.39	4/11/15	3/11/24
2	2434602	51.4	4/11/15	3/11/24
3	2450053	51.39	20/06/16	19/06/25
4	2457201	51.4	12/08/16	11/08/25
5	2457202	51.4	12/08/16	11/08/25
6	2523119	51.39	25/09/18	24/08/25
7	2527905	51.39	15/11/18	14/11/25
8	2527906	51.39	15/11/18	14/11/25
9	2527907	51.39	15/11/18	14/11/25
10	2527908	51.39	15/11/18	14/11/25
11	2527909	51.39	15/11/18	14/11/25
12	2528118	51.4	27/11/18	26/11/25
13	2528119	51.4	27/11/18	26/11/25
14	2528120	51.4	27/11/18	26/11/25
15	2528121	51.4	27/11/18	26/11/25
16	2528122	51.39	27/11/18	26/11/25
17	2528123	51.39	27/11/18	26/11/25

METALS AUSTRALIA LTD

TENEMENT INFORMATION

Total Count	Claim number (CDC series)	Area (ha)	Grant Date	Expiry Date
18	2528124	51.39	27/11/18	26/11/25
19	2528125	51.39	27/11/18	26/11/25
20	2528126	51.39	27/11/18	26/11/25
21	2528127	51.39	27/11/18	26/11/25
22	2528128	51.39	27/11/18	26/11/25
23	2528177	51.4	27/11/18	26/11/25
24	2528178	51.4	27/11/18	26/11/25
25	2528179	51.4	27/11/18	26/11/25
26	2528180	51.39	27/11/18	26/11/25
27	2528181	51.39	27/11/18	26/11/25
28	2528182	51.4	28/11/18	27/11/25
29	2528183	51.4	28/11/18	27/11/25
30	2528261	51.39	28/11/18	27/11/25
31	2528262	51.39	28/11/18	27/11/25
32	2528263	51.39	28/11/18	27/11/25
33	2529093	51.4	11/12/18	10/12/25
34	2529094	51.4	11/12/18	10/12/25
35	2529095	51.39	11/12/18	10/12/25
36	2529096	51.39	11/12/18	10/12/25
37	2529097	51.4	11/12/18	10/12/25
38	2529098	51.4	11/12/18	10/12/25
39	2529236	51.39	14/12/18	13/12/25
40	2577567	51.4	26/08/20	25/08/24
41	2577568	51.4	26/08/20	25/08/24
42	2577569	51.4	26/08/20	25/08/24
43	2577570	51.4	26/08/20	25/08/24
44	2577571	51.4	26/08/20	25/08/24
45	2577572	51.4	26/08/20	25/08/24
46	2577573	51.4	26/08/20	25/08/24
47	2577574	51.4	26/08/20	25/08/24

METALS AUSTRALIA LTD

TENEMENT INFORMATION

Total Count	Claim number (CDC series)	Area (ha)	Grant Date	Expiry Date
48	2577575	51.39	26/08/20	25/08/24
49	2577576	51.39	26/08/20	25/08/24
50	2577577	51.39	26/08/20	25/08/24
51	2577578	51.39	26/08/20	25/08/24
52	2577579	51.39	26/08/20	25/08/24
53	2577580	51.39	26/08/20	25/08/24
54	2577581	51.39	26/08/20	25/08/24
55	2577582	51.39	26/08/20	25/08/24
56	2577583	51.39	26/08/20	25/08/24
57	2577584	51.39	26/08/20	25/08/24
58	2577585	51.39	26/08/20	25/08/24
59	2577586	51.39	26/08/20	25/08/24
60	2577587	51.38	26/08/20	25/08/24
61	2577588	51.38	26/08/20	25/08/24
62	2577589	51.38	26/08/20	25/08/24
63	2577590	51.38	26/08/20	25/08/24
64	2577591	51.38	26/08/20	25/08/24
65	2577592	51.38	26/08/20	25/08/24
66	2577593	51.38	26/08/20	25/08/24
67	2577594	51.38	26/08/20	25/08/24
68	2577595	51.38	26/08/20	25/08/24
69	2577596	51.38	26/08/20	25/08/24
70	2577597	51.38	26/08/20	25/08/24
71	2577598	51.38	26/08/20	25/08/24
72	2577599	51.38	26/08/20	25/08/24

METALS AUSTRALIA LTD

TENEMENT INFORMATION

Pontois Gold Project

Quebec, Canada - 100% owned by Quebec Lithium Limited, a wholly owned subsidiary of Metals Australia Ltd. All tenements are Mineral Claims (CDC)

Total Count	Claim number (CDC series)	Area (ha)	Grant Date	Expiry Date
1	2427155	51.23	24/04/2015	23/04/2024
2	2427156	51.23	24/04/2015	23/04/2024
3	2462322	51.23	16/09/2016	15/09/2025
4	2527510	51.25	15/11/2018	14/11/2025
5	2527511	51.25	15/11/2018	14/11/2025
6	2527512	51.25	15/11/2018	14/11/2025
7	2527513	51.25	15/11/2018	14/11/2025
8	2527514	51.25	15/11/2018	14/11/2025
9	2527515	51.25	15/11/2018	14/11/2025
10	2527516	51.25	15/11/2018	14/11/2025
11	2527517	51.25	15/11/2018	14/11/2025

Felicie Gold Project

Quebec, Canada - 100% owned by Quebec Lithium Limited, a wholly owned subsidiary of Metals Australia Ltd. All tenements are Mineral Claims (CDC)

Total Count	Claim number (CDC series)	Area (ha)	Grant Date	Expiry Date
1	2491512	51.25	04/05/2017	03/05/2024
2	2491513	51.25	04/05/2017	03/05/2024