



LITHIUM AUSTRALIA NL

ACN 126 129 413

FINANCIAL REPORT

FOR THE HALF- YEAR ENDED 31 DECEMBER 2020

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CORPORATE DIRECTORY

DIRECTORS

Adrian Griffin
Managing Director

George Bauk
Non-Executive Chairman

Kristie Young
Non-Executive Director
Appointed 21 December 2020

Bryan Dixon
Non-Executive Director
Resigned 27 January 2021

COMPANY SECRETARY

Barry Woodhouse

REGISTERED OFFICE

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AUDITORS

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SHARE REGISTRY

Advanced Share Registry
110 Stirling Highway
Nedlands WA 6009

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STOCK EXCHANGE LISTING

The Company is listed on Australian
Securities Exchange Limited
Home Exchange – Perth
ASX Codes: **LIT, LITCF and LITO**

DIRECTORS' REPORT

The Directors present their report on Lithium Australia NL ("LIT" or the "Company") and its controlled entities (the "Consolidated entity") for the year half-year ended 31 December 2020.

BOARD OF DIRECTORS

The names and details of the Consolidated entity's directors in office during the year and until the date of this report are as follows. Directors were in office for this entire period unless otherwise stated.

Adrian Griffin	Managing Director	
George Bauk	Non-Executive Chairman	
Kristie Young	Non-Executive Director	Appointed 21 December 2020
Bryan Dixon	Non-Executive Director	Resigned 27 January 2021

COMPANY SECRETARY

Barry Woodhouse

RESULTS OF OPERATIONS

The operating loss after income tax of the Consolidated entity for the half-year ended 31 December 2020 was \$10,485,056. (31 December 2019: loss of \$3,079,217).

No dividend has been paid during or is recommended for the financial period ended 31 December 2020.

FINANCIAL POSITION

The Consolidated entity's working capital surplus, being current assets less current liabilities was \$8,102,666 at 31 December 2020 (30 June 2020: working capital surplus of \$2,568,004).

In the Directors' opinion, there are reasonable grounds to believe that the Consolidated entity will be able to pay its debts as and when they become due and payable.

REVIEW OF OPERATIONS

The Battery Circular Economy

LIT plans to establish integrated processing operations for battery materials within Australia, paving the way for a cost-effective and genuinely renewable circular battery economy.

The LIT Group's production cycle (i.e. lithium from recycled batteries → lithium phosphate ('LP') → lithium-ferro-phosphate ('LFP') cathode material → new lithium-ion batteries ('LIBs')) reveals the potential to improve efficiency and reduce manufacturing costs in the battery industry, and in so doing meet the ethical, social and governance standards the community has come to expect. Indeed, these technologies could enhance global efforts to deal with climate change by improving resource sustainability and reducing the environmental footprint of portable power.

During the period under review, LIT continued with its plans to establish integrated processing operations for battery materials within Australia. However, these plans were interrupted due to CoVID-19 including an extended lockdown period in Melbourne. The major events reported during the period are listed below and are described in more detail in the various release made during the period.

- First sales and installations for Soluna Australia battery systems following Clean Energy Council approvals.
- Review and then sale or joint venture of exploration assets.
- VSPC advances process technology for LFP cathode material.
- Continuation of intellectual property requirements for proprietary SiLeach®, LieNA and recycling processes.
- Capital raising via a placement, share purchase plan, full payment of partly paid shares and exercise of options which enabled the Company to repay its debt.
- Conversion of waste material into high performance lithium-ion battery cathodes.
- Envirostream commenced recycling of spent electric vehicle batteries.
- Envirostream completed a micronutrient field trial.
- The ACCC authorized the Battery Stewardship Council to establish and operate a national stewardship scheme for managing end-of-life batteries.
- Envirostream continues to work closely with various regulatory bodies to ensure its operations are appropriately licensed.
- VSPC patent application for manufacture of LFP cathode has been accepted.

By way of summary, Lithium Australia continues to develop strategic relationships, intellectual property and investments as listed below.

Strategic Relationships

- ANSTO
- Curtin University
- Murdoch University
- University of Queensland
- University of Newcastle
- CSIRO

Investments

- VSPC Ltd (wholly owned subsidiary)
- Resource Conservation and Recycling Corporation Pty Ltd (wholly owned subsidiary)
- Envirostream Australia Pty Ltd (90% owned subsidiary)
- Soluna Australia Pty Ltd (50% owned subsidiary)
- BlackEarth Minerals NL – 13.7m shares (8% interest and largest shareholder)
- Galan Lithium Ltd - 1.221m shares
- Infinite Ore Corp. (formerly Infinite Lithium Corp.) – 0.5m shares
- Charger Metals NL option

Intellectual Property

- VSPC Proprietary Processes and patents
- Recycling processes and patents
- SiLeach® & Sileach® PCT applications and patents
- LieNa® and LieNa® PCT Applications and patents
- Phosphate PCT Application
- VSPC patent application for making lithium metal phosphates

SUBSEQUENT EVENTS

- (a)** On 04 January 2021, the Company issued 500,000 fully paid ordinary shares upon the receipt of consideration for the full payment of 500,000 partly paid shares (at \$0.05 fully paid).
- (b)** On 06 January 2021, the Company issued 100,000 fully paid ordinary shares upon the receipt of consideration for the full payment of 100,000 partly paid shares (at \$0.05 fully paid).
- (c)** On 07 January 2021, the Company issued 1,000,000 fully paid ordinary shares upon the receipt of consideration for the full payment of 1,000,000 partly paid shares (at \$0.05 fully paid).
- (d)** On 11 January 2021, the Company issued 1,100,000 fully paid ordinary shares upon the receipt of consideration for the full payment of 1,100,000 partly paid shares (at \$0.05 fully paid).
- (e)** On 12 January 2021, the Company issued 1,500,000 fully paid ordinary shares upon the receipt of consideration for the full payment of 1,500,000 partly paid shares (at \$0.05 fully paid).
- (f)** On 13 January 2021, the Company issued 100,000 fully paid ordinary shares upon the receipt of consideration for the full payment of 100,000 partly paid shares (at \$0.05 fully paid).
- (g)** On 15 January 2021, the Company issued 1,600,000 fully paid ordinary shares upon the receipt of consideration for the full payment of 1,600,000 partly paid shares (at \$0.05 fully paid).
- (h)** On 18 January 2021, the Company issued 4,419,082 fully paid ordinary shares upon the receipt of consideration for the full payment of 4,419,082 partly paid shares (at \$0.05 fully paid).
- (i)** On 19 January 2021, the Company issued 711,592 fully paid ordinary shares upon the receipt of consideration for the full payment of 711,592 partly paid shares (at \$0.05 fully paid).
- (j)** On 21 January 2021, the Company issued 15,000,000 fully paid ordinary shares upon the conversion of 15,000,000 \$0.055 options issued to Lind Global Macro Fund, LP.
- (k)** On 21 January 2021, the Company issued a total of 2,392,083 fully paid ordinary shares under Lithium Australia Fee and Remuneration Sacrifice Share Plan and to various suppliers as approved by shareholders.
- (l)** On 21 January 2021, the Company issued a total of 186,807 fully paid ordinary shares upon the conversion of 186,807 \$0.12 options.
- (m)** On 21 January 2021, the Company issued a total of 15,000,000 fully paid ordinary shares upon the conversion of 15,000,000 \$0.1584 options.
- (n)** On 21 January 2021, the Company issued 9,702,061 fully paid ordinary shares upon the receipt of consideration for the full payment of 9,702,061 partly paid shares (at \$0.05 fully paid).
- (o)** On 27 January 2021, the Company issued a total of 405,216 fully paid ordinary shares upon the conversion of 405,216 \$0.12 options.
- (p)** On 27 January 2021, the Company issued 10,000,000 fully paid ordinary shares upon the conversion of 10,000,000 \$0.055 options issued to Lind Global Macro Fund, LP.
- (q)** On 27 January 2021, the Company issued 5,655,580 fully paid ordinary shares upon the receipt of consideration for the full payment of 5,655,580 partly paid shares (at \$0.05 fully paid).
- (r)** On 27 January 2021, the Company issued 5,875,000 fully paid ordinary shares upon exercise of 5,875,000 performance rights issued to directors.
- (s)** On 03 February 2021, the Company issued a total of 696,344 fully paid ordinary shares upon the conversion of 696,344 \$0.12 options.
- (t)** On 03 February 2021, the Company issued 3,702,774 fully paid ordinary shares upon the receipt of consideration for the full payment of 3,702,774 partly paid shares (at \$0.05 fully paid).
- (u)** On 09 February 2021, the Company issued 2,625,000 fully paid ordinary shares upon exercise of 2,625,000 performance rights issued to directors.
- (v)** On 09 February 2021, the Company issued a total of 3,565 fully paid ordinary shares upon the conversion of 3,565 \$0.12 options.
- (w)** On 09 February 2021, the Company issued 2,663,280 fully paid ordinary shares upon the receipt of consideration for the full payment of 2,663,280 partly paid shares (at \$0.05 fully paid).
- (x)** On 17 February 2021, the Company issued a total of 69,070 fully paid ordinary shares upon the conversion of 69,070 \$0.12 options.
- (y)** On 17 February 2021, the Company issued 3,579,070 fully paid ordinary shares upon the receipt of consideration for the full payment of 3,579,070 partly paid shares (at \$0.05 fully paid).
- (z)** On 23 February 2021, the Company received \$675,000 for the consideration of 15,000,000 collateral shares issued to Lind Global Macro Fund, LP. Refer to note 8(v).
- (aa)** On 24 February 2021, the Company issued a total of 16,616 fully paid ordinary shares upon the conversion of 16,616 \$0.12 options.
- (bb)** On 24 February 2021, the Company issued 1,664,583 fully paid ordinary shares upon the receipt of consideration for the full payment of 1,664,583 partly paid shares (at \$0.05 fully paid).

AUDITOR'S INDEPENDENCE DECLARATION

Section 307C of the Corporations Act 2001 requires our auditors, Bentleys, to provide the directors of the Consolidated Entity with an Independence Declaration in relation to the review of the interim financial report. This Independence Declaration is set out on page 6 and forms part of this directors' report for the half-year ended 31 December 2020.

This report is made in accordance with a resolution of the Directors.

A handwritten signature in black ink, appearing to read 'Adrian Griffin', with a stylized flourish at the end.

Adrian Griffin
Managing Director

Dated at Perth this 11th day of March 2021

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(WA) Pty Ltd**

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To the Board of Directors

Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

As lead audit partner for the review of the financial statements of Lithium Australia NL for the period ended 31 December 2020, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- any applicable code of professional conduct in relation to the review.

Yours faithfully



BENTLEYS
Chartered Accountants



MARK DELAURENTIS CA
Partner

Dated at Perth this 11th day of March 2021

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the Half-Year Ended 31 December 2020

	Note	31 December 2020 \$	31 December 2019 \$
Continuing Operations			
Sales		516,253	32,464
Cost of Sales		(706,071)	(9,963)
Gross Profit/(Loss)		(189,818)	22,501
Revenue		17,477	7,250
Other Revenue	2	2,444,403	2,375,590
Unrealised gain/(loss) on embedded derivative at fair value		-	130,373
Occupancy costs		(142,452)	(138,851)
Professional fees		(332,157)	(535,705)
Corporate fees		(177,151)	(171,055)
Laboratory/Plant/R&D expenses		(545,129)	(153,389)
Warehouse expenses		(2,909)	(39,492)
Employee benefits expense		(3,392,513)	(1,965,074)
Administration costs		(422,895)	(514,924)
Depreciation and amortisation		(1,122,870)	(1,022,323)
Exploration and evaluation costs		(4,801,307)	(1,042,450)
Finance Costs		(1,534,370)	(31,668)
Impairment of goodwill		(283,365)	-
Profit/(Loss) before income tax		(10,485,056)	(3,079,217)
Income tax expense		-	-
Profit/(Loss) from continuing operations		(10,485,056)	(3,079,217)
Other comprehensive income			
Items that may be reclassified subsequently to profit or loss:			
Translation of foreign currency		86,428	299
Net other comprehensive income that may be reclassified subsequently to profit or loss:		86,248	299
Items that will not be reclassified subsequently to profit or loss:			
Net gain/(loss) on equity instruments at fair value through other comprehensive income		110,437	(767,534)
Net other comprehensive income that will not be reclassified subsequently to profit or loss:		110,437	(767,235)
Other comprehensive income/(loss), net of tax		196,865	(767,235)
Total comprehensive income for the year		(10,288,191)	(3,846,452)
Profit/(Loss) for the year attributable to:			
Members of the controlling entity		(10,310,145)	(3,041,422)
Non controlling interest		(174,911)	(37,795)
		(10,485,056)	(3,079,217)
Total comprehensive income attributable to:			
Members of the controlling entity		(10,113,280)	(3,808,657)
Non controlling interest		(174,911)	(37,795)
		(10,288,191)	(3,846,452)
Basic Loss per share (cents per share)		(1.41)	(0.5691)

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at 31 December 2020

		31 December 2020	30 June 2020
	Note	\$	\$
Current Assets			
Cash and cash equivalents		8,251,351	3,739,382
Trade and other receivables	3	1,839,191	1,070,793
Inventory	4	665,415	281,674
Financial assets	5	311,209	506,607
Total Current Assets		<u>11,067,166</u>	<u>5,598,456</u>
Non Current Assets			
Financial assets	5	575,346	464,909
Capitalised exploration expenditure	6	832,500	5,519,371
Intangible assets	7	14,717,302	15,510,125
Right of Use asset	17	940,109	-
Property, plant and equipment		<u>1,022,226</u>	<u>831,142</u>
Total Non Current Assets		<u>18,087,483</u>	<u>22,325,547</u>
TOTAL ASSETS		<u>29,154,649</u>	<u>27,924,003</u>
Current Liabilities			
Trade and other payables		1,035,719	1,768,991
Current portion of long-term debt		97,241	-
Lease liability	17	398,312	-
Provisions	16	582,861	530,140
Unearned revenue		850,367	-
Convertible note		-	731,321
Total Current Liabilities		<u>2,964,500</u>	<u>3,030,452</u>
Non Current Liabilities			
Convertible note	11	-	310,257
Long-term debt		43,903	-
Lease liability	17	<u>581,804</u>	<u>-</u>
Total Non Current Liabilities		<u>625,707</u>	<u>310,257</u>
TOTAL LIABILITIES		<u>3,590,207</u>	<u>3,340,709</u>
NET ASSETS		<u>25,564,442</u>	<u>24,583,294</u>
Equity			
Issued capital	8	72,522,559	62,225,017
Reserves	9	4,162,750	2,710,721
Accumulated losses		(50,546,876)	(40,236,731)
Controlling entity interest		<u>26,138,433</u>	<u>24,699,007</u>
Non-controlling interest		<u>(573,991)</u>	<u>(115,713)</u>
TOTAL EQUITY		<u>25,564,442</u>	<u>24,583,294</u>

The above statement of financial position should be read in conjunction with the accompanying notes

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the Half-Year Ended 31 December 2020

	Issued Capital	Share Based Payment Reserve	Foreign Currency Translation Reserve	Investment Revaluation Reserve	Accumulated Losses	Non- Controlling Interest	Total
	\$	\$	\$	\$	\$	\$	\$
Balance at 1 July 2019	56,050,985	3,409,412	60,979	52,882	(32,160,804)	-	27,413,454
Loss for the period	-	-	-	-	(3,041,422)	(37,795)	(3,079,217)
Other comprehensive income							
Translation of foreign currency	-	-	299	-	-	-	299
Net gain/(loss) on equity instruments at fair value	-	-	-	(767,534)	-	-	(767,534)
Total comprehensive loss for the period	-	-	299	(767,534)	(3,041,422)	(37,795)	(3,846,452)
Transaction with owner, directly recorded in equity:							
Issue of shares	3,526,396	-	-	-	-	-	3,526,396
Capital raising costs	(336,956)	-	-	-	-	-	(336,956)
Shares to be issued	100,000	-	-	-	-	-	100,000
Exercise of performance rights	192,325	(192,325)	-	-	-	-	-
Movement in performance rights	-	111,576	-	-	-	-	111,576
Transfer from investment revaluation reserve on disposal	-	-	-	177,060	(177,060)	-	-
Acquisition of shares in controlled entity	-	-	-	(5,179)	-	21,651	16,472
Convertible notes options issued	-	1,112,257	-	-	-	-	1,112,257
Issue of options	-	72,000	-	-	-	-	72,000
Performance rights relinquished	-	(448,056)	-	-	-	-	(448,056)
Expiry of options	-	(634,382)	-	-	634,382	-	-
Balance at 31 December 2019	59,532,750	3,430,482	61,278	(542,771)	(34,744,904)	(16,144)	27,720,691
	Issued Capital	Share Based Payment Reserve	Foreign Currency Translation Reserve	Other Reserves^(a)	Accumulated Losses	Non- Controlling Interest	Total
	\$	\$	\$	\$	\$	\$	\$
Balance at 1 July 2020	62,225,017	2,194,879	63,308	452,534	(40,236,731)	(115,713)	24,583,294
Loss for the period	-	-	-	-	(10,310,145)	(174,911)	(10,485,056)
Other comprehensive income							
Translation of foreign currency	-	-	86,428	-	-	-	86,428
Net gain/(loss) on equity instruments at fair value	-	-	-	110,437	-	-	110,437
Total comprehensive loss for the period	-	-	86,428	110,437	(10,310,145)	(174,911)	(10,288,191)
Transaction with owner, directly recorded in equity							
Issue of shares	10,687,409	-	-	-	-	-	10,687,409
Capital raising costs	(408,667)	-	-	-	-	-	(408,667)
Exercise of performance rights	18,800	(18,800)	-	-	-	-	-
Movement in performance rights	-	124,574	-	-	-	-	124,574
Issue of performance rights	-	1,149,390	-	-	-	-	1,149,390
Acquisition of shares in controlled entity	-	-	-	-	-	(283,367)	(283,367)
Balance at 31 December 2020	72,522,559	3,450,043	149,736	562,971	(50,546,876)	(573,991)	25,564,442

^(a) Other reserves consist of investment revaluation reserve, equity reserve and convertible note reserve

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

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
For the Half-Year Ended 31 December 2020

	31 December 2020	31 December 2019
Note	\$	\$
Cash Flows from Operating Activities		
Receipts from customers	445,508	-
Payments to suppliers and employees	(4,190,296)	(3,467,731)
Payments for exploration and evaluation	(41,520)	(753,425)
Proceeds from JobKeeper, apprentice subsidy and cashflow boost	569,000	-
Proceeds from Government grants and tax incentives	824,656	2,135,175
Interest received	17,160	6,102
Interest expense	(4,920)	-
Net cash used in operating activities	<u>(2,380,412)</u>	<u>(2,079,879)</u>
Cash Flows from Investing Activities		
Purchase of property, plant and equipment	(384,276)	(15,323)
Payment for intangible assets	(118,066)	(396,311)
Proceeds from the sale of other financial assets	605	95,607
Payment for other financial assets	(119,980)	(400,001)
Payments for exploration assets	-	(30,746)
Proceeds from disposal of tenements	72,700	-
Cash acquired from business combination	10,606	137,655
Cash flows from loans to other entities	178,416	-
Net cash used in investing activities	<u>(359,995)</u>	<u>(609,119)</u>
Cash Flows from Financing Activities		
Proceeds from issue of shares	9,649,871	3,235,056
Payment for capital raising costs	(413,668)	(264,956)
Lease Payments	(152,096)	-
Transaction costs related to loans and borrowings	(203,958)	-
Proceeds from borrowings	-	2,788,000
Payment of convertible note	(1,703,835)	-
Loans advanced	-	(235,951)
Net cash generated by financing activities	<u>7,176,314</u>	<u>5,522,149</u>
Net increase/(decrease) in cash held	4,435,907	2,833,151
Cash and cash equivalents at the beginning of the period	3,739,382	2,705,722
Effects of exchange rates on consolidation	76,062	(20,874)
Cash and cash equivalents at the end of the period	<u><u>8,251,351</u></u>	<u><u>5,517,999</u></u>

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

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the half-year ended 31 December 2020

These consolidated financial statements and notes represent those of Lithium Australia NL and its controlled entity (the “Consolidated entity”). Lithium Australia NL is a no liability company, incorporated and domiciled in Australia.

The Consolidated entity is a for-profit entity for financial reporting purposes under Australian Accounting Standards. The financial statements for the period ended 31 December 2020 were approved and authorised for issue by the Board of Directors on 11 March 2021.

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of the material accounting policies adopted by the Consolidated entity in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

Basis of Preparation

The half-year financial report is a general-purpose financial statement, which has been prepared in accordance with the requirements of the Corporations Act 2001, applicable Accounting Standards including AASB 134 “Interim Financial Reporting” and other mandatory professional reporting requirements. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards.

The half-year financial report has been prepared on a historical cost basis, except where applicable for financial assets that have been measured at fair value. Cost is based on the fair value of the consideration given in exchange for assets. The company is domiciled in Australia and all amounts are presented in Australian dollars, unless otherwise noted. For the purpose of preparing the half-year financial report, the half-year has been treated as a discrete reporting period.

The half year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the consolidated entity as the full financial report.

It is recommended that this financial report be read in conjunction with the annual financial report of Lithium Australia NL as at 30 June 2020 and any public announcements made by the Consolidated Entity during the half-year in accordance with continuous disclosure requirements arising under the Corporations Act 2001 and the ASX Listing Rules.

The half-year financial statements have been prepared in accordance with the accounting policies adopted in the consolidated entity’s last annual financial statements for the year ended 30 June 2020.

Going Concern

The financial report has been prepared on the going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and the settlement of liabilities in the ordinary course of business.

The Group incurred a loss of \$10,485,056 (31 Dec 2019: \$3,079,217), net cash outflows from operating and investment activities of \$2,740,407 (31 Dec 2019 outflows: \$2,688,998) during the half year ended 31 December 2020. As at balance date the Group had a working capital surplus of \$8,102,666 (30 June 2020: \$2,568,004).

The directors have prepared a cash flow forecast, which indicates that the Company will have sufficient cash flows to meet all commitments and working capital requirements for the 12 month period from the date of signing this financial report.

Based on the cash flow forecasts and other factors referred to above, the directors are satisfied that the going concern basis of preparation is appropriate. The financial report has therefore been prepared on a going concern basis, which assumes continuity of normal business activities and realisation of assets and settlement of liabilities in the ordinary course of business.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
For the half-year ended 31 December 2020 (continued)

2. OTHER REVENUE

	31-Dec-20	31-Dec-19
	\$	\$
Government grants and tax incentives	1,402,456	2,301,164
JobKeeper, PAYG cashflow boost and apprentice subsidies	479,000	-
Tenement option fees	105,700	-
Reversal of loan impaired	377,877	-
Profit on asset disposal	484	-
Costs recovered	67,731	-
Administration fee	11,155	74,426
	2,444,403	2,375,590

3. TRADE AND OTHER RECEIVABLES

	31-Dec-20	30-Jun-20
	\$	\$
Other debtors	292,304	203,895
GST receivable	130,216	111,840
Government grants and tax incentives	803,972	-
Prepayments	612,699	755,058
	1,839,191	1,070,793

4. INVENTORY

	31-Dec-20	30-Jun-20
	\$	\$
Finished goods	466,693	71,811
Work in progress	115,068	197,216
Unprocessed	-	2,235
Infrastructure	83,654	10,412
	665,415	281,674

5. FINANCIAL ASSETS

	31-Dec-20	30-Jun-20
	\$	\$
Current		
Fixed term deposits	311,209	128,729
Loans to other entities	-	377,878
	311,209	506,607
Non-current		
Australian listed shares – Level 1 fair value	544,796	411,624
Canadian listed shares – Level 1 fair value	30,550	53,285
	575,346	464,909

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
For the half-year ended 31 December 2020 (continued)

6. CAPITALISED EXPLORATION EXPENDITURE

	31-Dec-20	30-Jun-20
	\$	\$
Opening balance	5,519,371	6,322,191
Additions:		
Acquisition of P63/2063 exploration licence		105,746
Impairments/Revaluations:		
Tin International/Sadisdorf	(3,609,851)	
Greenbushes	(102,090)	
E27/562	(36,684)	
Lake Johnston rights	(832,500)	
Mt Deans	(105,746)	
Interest in Youanmi lithium project	-	(210,390)
Moolyella exploration licence	-	(50,950)
Ravensthorpe option	-	(22,000)
Lithophile	-	(194,167)
Electra	-	(431,059)
Closing balance	<u>832,500</u>	<u>5,519,371</u>

7. INTANGIBLE ASSETS

	31-Dec-20			
	Patents	Development	Intellectual	Total
	\$	Costs	Property	\$
	\$	\$	\$	\$
Opening balance	238,224	9,251,745	6,020,156	15,510,125
Expenditure during the period (i)	7,485	124,154	-	131,639
Less: Amortisation of intangible asset	(10,060)	-	(914,402)	(924,462)
Closing balance	<u>235,649</u>	<u>9,375,899</u>	<u>5,105,754</u>	<u>14,717,302</u>

(i) During the period, the company spent \$131,639 on development and patent costs relating to the new lithium technology, cathode technology and battery recycling.

	30-Jun-20			
	Patents	Development	Intellectual	Total
	\$	Costs	Property	\$
	\$	\$	\$	\$
Opening balance	334,936	8,714,223	7,772,414	16,821,573
Acquisition	-	-	-	-
Goodwill	-	-	66,606	66,606
Expenditure during the period	12,521	537,522	-	550,043
Less: impairment of intangible asset	(85,535)	-	-	(85,535)
Less: Amortisation of intangible asset	(23,698)	-	(1,818,864)	(1,842,562)
Closing balance	<u>238,224</u>	<u>9,251,745</u>	<u>6,020,156</u>	<u>15,510,125</u>

8. ISSUED CAPITAL

	31-Dec-20		30-Jun-20	
	Number	\$	Number	\$
Fully Paid Ordinary Shares				
Opening Balance	605,437,066	60,641,065	481,805,941	55,156,996
Issue of shares to directors and staff (i)	5,737,112	289,514	3,277,043	241,990
Issue of shares in lieu of payment (ii)	2,593,707	134,792	7,366,189	445,715
Issue of shares (iii)	160,704,842	8,517,349	-	-
Issue of shares on conversion of performance rights (iv)	200,000	18,800	1,200,000	129,200
Issue of shares	-	-	54,176,416	3,133,067
Issue of shares on conversion of performance rights	-	-	375,000	63,125
Issue of shares on conversion of options	-	-	333	40
Issue of shares on redemption of LITCE/LITCF	14,679,750	733,988	3,127	187
Issue of shares (v)	17,540,059	1,013,234	57,233,017	1,850,000
Transaction costs	-	(408,667)	-	(379,255)
Closing Balance	<u>806,892,536</u>	<u>70,940,075</u>	<u>605,437,066</u>	<u>60,641,065</u>

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the half-year ended 31 December 2020 (continued)

8. ISSUED CAPITAL (continued)

- (i) 3,378,414 shares were issued to key management personnel and 2,358,698 shares were issued to staff.
- (ii) 2,593,707 shares were issued to suppliers and consultants. Share based payments are determined with reference to the fair value of goods or services provided by consultants and settled based on the preceding 5-day VWAP.
- (iii) On 19 August 2020 and 10 September 2020, the Company issued 75,471,706 and 85,233,136 fully paid ordinary shares pursuant to terms of the share purchase plan.
- (iv) On 03 September 2020, the Company issued 200,000 fully paid ordinary shares upon conversion of performance rights relating to Hurdle 2 – VSPC.
- (v) On 16 December 2019, the Company executed an agreement with Lind Global Macro Fund, LP for an investment of up to \$6.3 million. The investment consisted of \$2,900,000 (face value \$3,300,000) convertible note and up to \$3,400,000 ordinary shares. Pursuant to the agreement, the company issued the following shares:
 - 17 December 2019 15,000,000 collateral shares;
 - 17 January 2020 1,769,912 fully paid ordinary shares;
 - 14 February 2020 4,444,445 fully paid ordinary shares;
 - 14 February 2020 9,191,177 fully paid ordinary shares;
 - 28 February 2020 5,730,660 fully paid ordinary shares;
 - 03 April 2020 2,840,910 fully paid ordinary shares;
 - 05 May 2020 4,615,385 fully paid ordinary shares;
 - 18 May 2020 3,537,736 fully paid ordinary shares;
 - 28 May 2020 3,537,736 fully paid ordinary shares;
 - 18 June 2020 3,253,797 fully paid ordinary shares;
 - 30 June 2020 3,311,259 fully paid ordinary shares;
 - 16 July 2020 3,456,222 fully paid ordinary shares;
 - 08 August 2020 3,529,412 fully paid ordinary shares;
 - 10 September 2020 4,444,445 fully paid ordinary shares;
 - 17 September 2020 6,109,980 fully paid ordinary shares.

	31-Dec-20		30-Jun-20	
	Number	\$	Number	\$
Partly-paid contributing shares -25 cents				
Opening Balance	171,913,791	1,583,952	169,916,918	893,989
Issue of shares	-	-	2,000,000	14,000
Proceeds from partly paid share	-	-	-	675,963
Redemption of LITCE/LITCF	(14,679,750)	(1,468)	(3,127)	-
Closing Balance (i)	157,234,041	1,582,484	171,913,791	1,583,952

- (i) Closing balance is made up of 114,234,041 LITCF shares and 43,000,000 LITCE forfeited shares. The forfeited shares are available for the directors to use as they see fit.

9. RESERVES

	31-Dec-20	30-Jun-20
	\$	\$
Option reserve	3,054,758	3,054,758
Investment revaluation reserve	(552,347)	(662,784)
Foreign currency translation reserve	149,736	63,308
Performance rights reserve	1,507,542	252,378
Equity reserve	3,061	3,061
	4,162,750	2,710,721
Option Reserve		
Opening Balance	3,054,758	2,504,883
Expiry of options	-	(634,382)
Issue of options	-	1,184,257
Closing Balance	3,054,758	3,054,758

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the half-year ended 31 December 2020 (continued)

9. RESERVES (continued)

Investment Revaluation Reserve		
Opening Balance	(662,784)	52,882
Net gain/(loss) arising on revaluation of financial assets	110,437	(715,666)
Closing Balance	<u>(552,347)</u>	<u>(662,784)</u>

Upon disposal of financial assets, the Group transfers all accumulated gains or losses in the financial asset reserve pertaining to the financial asset to retained earnings.

Foreign Currency Translation Reserve		
Opening Balance	63,308	60,979
Exchange differences arising on translating foreign subsidiary	86,428	2,329
Closing Balance	<u>149,736</u>	<u>63,308</u>

Performance Rights Reserve		
Opening Balance	252,378	904,529
Amortisation/Issue of performance rights	124,574	(11,770)
Performance option rights achieved/exercised	(18,800)	(192,325)
Performance rights issued	1,149,390	-
Performance rights relinquished	-	(448,056)
Closing Balance	<u>1,507,542</u>	<u>252,378</u>

Equity Reserve		
Opening Balance	3,061	-
Acquisition of shares in controlled entity	-	3,061
Closing Balance	<u>3,061</u>	<u>3,061</u>

10. SEGMENT INFORMATION

Segment performance

Lithium Australia has identified its operating segments based on 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.

Lithium Australia is managed primarily on the basis of mining exploration and as a subset of mining, processing technology. Operating segments are considered to have similar economic characteristics.

Types of reportable segments:

- (i) Tenement exploration and evaluation
The exploration of current projects and the evaluation of new ones are reported in this segment. Segment assets, including acquisition costs of exploration licences and all expenses related to the tenements are reported in this segment.
- (ii) Processing technology
The development of processing technology for lithium extraction and battery material research & development is reported in this segment.

Basis of accounting for purposes of reporting by operating segments

Unless stated otherwise, 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 Lithium Australia's annual financial report.

Segment assets

Where an asset is used across multiple segments, the asset is allocated to the segment that receives the majority of economic value from the asset. In the majority of instances, segment assets are clearly identifiable on the basis of their nature and physical location.

Unless indicated otherwise in the segment asset notes, investments in financial assets, deferred tax assets and intangible assets have not been allocated to operating segments.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the half-year ended 31 December 2020 (continued)

10. SEGMENT INFORMATION (continued)

Segment liabilities

Liabilities are allocated to segments where there is a direct nexus between the incurrence of the liability and the operations of the segment. Borrowings and tax liabilities are generally considered to relate to the Group as a whole and are not allocated.

Unallocated items

The following items of revenue, expense assets and liabilities are not allocated to operating segments, as they are not considered part of the core operations of any segment:

- Net gains on disposal of available-for-sale investments;
- Impairment of assets excluding exploration assets and other non-recurring items of revenue or expense;
- Income tax expense;
- Deferred tax assets and liabilities;
- Trade payable and other payables;
- Intangible assets.

(i) Segment revenues and results 31 December 2020

	Processing Technology	Exploration	Total
	\$	\$	\$
Revenue	-	-	-
Expenses	(1,469,591)	(4,801,307)	(6,270,898)
Total segment loss	(1,469,591)	(4,801,307)	(6,270,898)

Reconciliation of segment result to Consolidated entity net loss

Unallocated items

- Interest revenue	17,477
- Other revenue	2,444,403
- Other expenses	(6,676,038)
Net loss from continuing operations	(10,485,056)

31 December 2019

	Processing Technology	Exploration	Total
	\$	\$	\$
Revenue	-	-	-
Loss	(929,214)	(1,042,450)	(1,971,664)
Total segment loss	(929,214)	(1,042,450)	(1,971,664)

Reconciliation of segment result to Consolidated entity net loss

Unallocated items

- Interest revenue	7,250
- Other revenue	2,528,464
- Other expenses	(3,643,267)
Net loss from continuing operations	(3,079,217)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
For the half-year ended 31 December 2020 (continued)

10. SEGMENTS INFORMATION (continued)

(ii) Segment Assets

31 December 2020	Processing Technology	Exploration	Total
	\$	\$	\$
Segment Assets	15,406,596	832,500	16,239,096
Unallocated assets			
- Cash and cash equivalents			8,251,351
- Trade and other receivables			2,815,815
- Other			1,848,387
Total company assets			29,154,649

30 June 2020	Processing Technology	Exploration	Total
	\$	\$	\$
Segment Assets	16,106,944	5,519,371	21,626,315
Unallocated assets			
- Cash and cash equivalents			3,739,382
- Trade and other receivables			1,859,073
- Other			699,233
Total company assets			27,924,003

(iii) Segment Liabilities

31 December 2020	Processing Technology	Exploration	Total
	\$	\$	\$
Segment Liabilities	13,171	36,337	49,508
Unallocated liabilities			
- Trade and other payables			3,540,699
Total company liabilities			3,590,207

30 June 2020	Processing Technology	Exploration	Total
	\$	\$	\$
Segment liabilities	95,781	76,071	171,852
Unallocated liabilities			
- Trade and other payables			2,127,279
- Convertible note			1,041,578
Total company liabilities			3,340,709

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the half-year ended 31 December 2020 (continued)

11. FINANCIAL LIABILITIES

	31-Dec-20	30-Jun-20
	\$	\$
Current financial liabilities		
Convertible note	-	496,196
Embedded derivative	-	235,125
	-	731,321
Non-current financial liabilities		
Convertible note	-	210,507
Embedded derivative	-	99,750
	-	310,257
	31-Dec-20	30-Jun-20
	\$	\$
Proceeds from convertible note	-	2,900,000
Embedded derivative	-	(1,489,521)
Options granted	-	(1,112,257)
Transaction costs	-	(112,000)
Finance costs unwound	-	1,470,481
Issued capital	-	(950,000)
Convertible note liability	-	706,703
	31-Dec-20	30-Jun-20
	\$	\$
Embedded derivative	-	1,489,521
Fair value adjustment	-	(1,154,646)
Embedded derivative liability	-	334,875

On 9 September 2020, Lithium Australia NL issued an ASX announcement regarding the repayment of its LIND Convertible Note. \$1.9 million in cash was repaid to LIND as part of the buy-back notice that was settled on the 23 September 2020.

12. SUBSEQUENT EVENTS

- (a) On 04 January 2021, the Company issued 500,000 fully paid ordinary shares upon the receipt of consideration for the full payment of 500,000 partly paid shares (at \$0.05 fully paid).
- (b) On 06 January 2021, the Company issued 100,000 fully paid ordinary shares upon the receipt of consideration for the full payment of 100,000 partly paid shares (at \$0.05 fully paid).
- (c) On 07 January 2021, the Company issued 1,000,000 fully paid ordinary shares upon the receipt of consideration for the full payment of 1,000,000 partly paid shares (at \$0.05 fully paid).
- (d) On 11 January 2021, the Company issued 1,100,000 fully paid ordinary shares upon the receipt of consideration for the full payment of 1,100,000 partly paid shares (at \$0.05 fully paid).
- (e) On 12 January 2021, the Company issued 1,500,000 fully paid ordinary shares upon the receipt of consideration for the full payment of 1,500,000 partly paid shares (at \$0.05 fully paid).
- (f) On 13 January 2021, the Company issued 100,000 fully paid ordinary shares upon the receipt of consideration for the full payment of 100,000 partly paid shares (at \$0.05 fully paid).
- (g) On 15 January 2021, the Company issued 1,600,000 fully paid ordinary shares upon the receipt of consideration for the full payment of 1,600,000 partly paid shares (at \$0.05 fully paid).
- (h) On 18 January 2021, the Company issued 4,419,082 fully paid ordinary shares upon the receipt of consideration for the full payment of 4,419,082 partly paid shares (at \$0.05 fully paid).
- (i) On 19 January 2021, the Company issued 711,592 fully paid ordinary shares upon the receipt of consideration for the full payment of 711,592 partly paid shares (at \$0.05 fully paid).
- (j) On 21 January 2021, the Company issued 15,000,000 fully paid ordinary shares upon the conversion of 15,000,000 \$0.055 options issued to Lind Global Macro Fund, LP.
- (k) On 21 January 2021, the Company issued a total of 2,392,083 fully paid ordinary shares under Lithium Australia Fee and Remuneration Sacrifice Share Plan and to various suppliers as approved by shareholders.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the half-year ended 31 December 2020 (continued)

12. SUBSEQUENT EVENTS (continued)

- (l) On 21 January 2021, the Company issued a total of 186,807 fully paid ordinary shares upon the conversion of 186,807 \$0.12 options.
- (m) On 21 January 2021, the Company issued a total of 15,000,000 fully paid ordinary shares upon the conversion of 15,000,000 \$0.1584 options.
- (n) On 21 January 2021, the Company issued 9,702,061 fully paid ordinary shares upon the receipt of consideration for the full payment of 9,702,061 partly paid shares (at \$0.05 fully paid).
- (o) On 27 January 2021, the Company issued a total of 405,216 fully paid ordinary shares upon the conversion 405,216 \$0.12 options.
- (p) On 27 January 2021, the Company issued 10,000,000 fully paid ordinary shares upon the conversion of 10,000,000 \$0.055 options issued to Lind Global Macro Fund, LP.
- (q) On 27 January 2021, the Company issued 5,655,580 fully paid ordinary shares upon the receipt of consideration for the full payment of 5,655,580 partly paid shares (at \$0.05 fully paid).
- (r) On 27 January 2021, the Company issued 5,875,000 fully paid ordinary shares upon exercise of 5,875,000 performance rights issued to directors.
- (s) On 03 February 2021, the Company issued a total of 696,344 fully paid ordinary shares upon the conversion of 696,344 \$0.12 options.
- (t) On 03 February 2021, the Company issued 3,702,774 fully paid ordinary shares upon the receipt of consideration for the full payment of 3,702,774 partly paid shares (at \$0.05 fully paid).
- (u) On 09 February 2021, the Company issued 2,625,000 fully paid ordinary shares upon exercise of 2,625,000 performance rights issued to directors.
- (v) On 09 February 2021, the Company issued a total of 3,565 fully paid ordinary shares upon the conversion of 3,565 \$0.12 options.
- (w) On 09 February 2021, the Company issued 2,663,280 fully paid ordinary shares upon the receipt of consideration for the full payment of 2,663,280 partly paid shares (at \$0.05 fully paid).
- (x) On 17 February 2021, the Company issued a total of 69,070 fully paid ordinary shares upon the conversion of 69,070 \$0.12 options.
- (y) On 17 February 2021, the Company issued 3,579,070 fully paid ordinary shares upon the receipt of consideration for the full payment of 3,579,070 partly paid shares (at \$0.05 fully paid).
- (z) On 23 February 2021, the Company received \$675,000 for the consideration of 15,000,000 collateral shares issued to Lind Global Macro Fund, LP. Refer to note 8(v).
- (aa) On 24 February 2021, the Company issued a total of 16,616 fully paid ordinary shares upon the conversion of 16,616 \$0.12 options.
- (bb) On 24 February 2021, the Company issued 1,664,583 fully paid ordinary shares upon the receipt of consideration for the full payment of 1,664,583 partly paid shares (at \$0.05 fully paid).

13. COMMITMENTS

(a) Exploration Expenditure

The Consolidated entity has certain obligations with respect to tenements and minimum expenditure requirements in Australia, as follows:

	2021	2020
	\$	\$
Within 12 months	288,783	675,120
12 Months or longer and not longer than 5 years	288,783	675,120
Longer than 5 years	-	-
Total	577,566	1,350,240

14. CONTINGENT ASSETS AND CONTINGENT LIABILITIES

The Consolidated Group has no contingent assets or contingent liabilities as at 31 December 2021.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the half-year ended 31 December 2020 (continued)

15. FINANCIAL INSTRUMENTS

The Group's financial instruments consist of trade and other receivable and trade and other payables. These financial instruments are measured at amortised cost, less any provision for non-recovery. The carrying amount of the financial assets and liabilities approximate their fair value.

Financial assets

The Group's Held for trading financial assets are level-1 financial instruments and valued using the quoted bid prices from the Australian Securities Exchange as at the reporting date.

16. PROVISIONS

	31-Dec-20	30-Jun-20
	\$	\$
Employees annual leave and long service leave provisions	557,861	432,640
Make good provision	-	47,500
Rehabilitation provision (i)	25,000	50,000
	582,861	530,140

(i) The Company's rehabilitation programs are ongoing on two areas at its Ravensthorpe Project. As at 31 December 2020, the Company estimated the cost of the rehabilitation programs at \$25,000 which has been recognised as a provision.

17. LEASES

Leasing arrangements

Operating leases relate to the lease of the following commercial premises:

Location	Commencement date	Term (months)	Option (months)	Expiry
West Perth, WA	01/10/2020	36	24	30/09/2025
Wacol, QLD	01/01/2020	36	-	31/12/2022
Campbellfield, VIC	01/07/2020	23	-	31/05/2022
Campbellfield, VIC	01/04/2020	24	24	31/03/2024

Right-of-use assets

	31-Dec-20	30-Jun-20
	\$	\$
Buildings		
Cost	1,077,925	-
Accumulated Depreciation	(137,816)	-
Carrying Amount	940,109	-

Amounts recognised in profit and loss

	31-Dec-20	30-Jun-20
	\$	\$
Buildings		
Depreciation expense on right-of-use asset	137,816	-
Interest expense on lease liabilities	7,793	-
	145,609	-

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
For the half-year ended 31 December 2020 (continued)

18. BUSINESS COMBINATION

On 06 October 2020, due to a board restructure, the Company obtained control of Soluna Australia Pty Ltd (“Soluna”). As at 30 June 2020 the Company had a 50% interest in Soluna with a fair value of \$1.

The fair value of identifiable assets and liabilities of Soluna as at the date the Company obtained control was:

	\$
Cash	10,606
Current assets	254,998
Property plant and equipment	4,770
Trade and other payables	<u>(837,105)</u>
Net assets	<u>(566,731)</u>
Goodwill impaired	283,365

The contribution of Soluna to the consolidated entity’s loss was \$160,185

DIRECTORS' DECLARATION

The directors of Lithium Australia NL declare that:

1. The financial statements and notes are in accordance with the Corporations Act 2001 and:
 - (a) comply with Accounting Standards AASB 134: *Interim Financial Reporting*; and
 - (b) give a true and fair view of the Consolidated entity's financial position as at 31 December 2020 and of its performance as represented by the results of its operations, changes in equity and its cash flows for the period ended on that date; and
2. At the date of this statement there are reasonable grounds to believe that the Consolidated entity will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.



Adrian Griffin
Managing Director

Dated at Perth this 11th day of March 2021

Independent Auditor's Review Report

To the Members of Lithium Australia NL

Conclusion

We have reviewed the accompanying half-year financial report of Lithium Australia NL ("the Company") and Controlled Entities ("the Consolidated Entity") which comprises the consolidated statement of financial position as at 31 December 2020, the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other selected explanatory notes, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Lithium Australia NL and Controlled Entities does not comply with the *Corporations Act 2001* including:

- a. Giving a true and fair view of the Lithium Australia NL financial position as at 31 December 2020 and of its performance for the half-year ended on that date; and
- b. Complying with Accounting Standard AASB 134: *Interim Financial Reporting* and *Corporations Regulations 2001*.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Company 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* that are relevant to our audit of the annual 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 review report.

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Independent Auditor's Review Report

To the Members of Lithium Australia NL (Continued)



Responsibility of the Directors for the Financial Report

The directors of the Lithium Australia NL are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Consolidated Entity's financial position as at 31 December 2020 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

BENTLEYS
Chartered Accountants

MARK DELAURENTIS CA
Partner

Dated at Perth this 11th day of March 2021