

31 January 2023

Lithium Australia Quarterly Activities Report December 2022

ACN: 126 129 413
ASX: LIT

Level 1
677 Murray St
West Perth WA 6005

PO Box 1088
West Perth WA 6872

P: +61 (0) 8 6145 0288
F: +61 (0) 8 9475 0847

info@lithium-au.com
lithium-au.com

HIGHLIGHTS

Recycling Division: Envirostream Australia Pty Ltd ('Envirostream')

- 275 tonnes of mixed batteries collected and improvements to lithium-ion battery processing rates reduced the LG Energy Solution inventory.
- A new trading company was engaged during the quarter for sale of Mixed Metal Dust, diversifying customer base and improving economic returns for this product.
- Multiple electric vehicle ('EV') companies hosted with work progressing to secure contracts with these companies for the future supply of EV batteries.

Batteries Division: VSPC Pty Ltd ('VSPC')

- An engineering study for a lithium ferro phosphate ('LFP') pre-qualification pilot plant was completed.
- Study will help determine the optimal commercialisation pathway and allows engagement with offtake and joint development partners.
- Following multiple requests for lithium manganese ferro phosphate ('LMFP') samples, further development of LMFP cathode powder was undertaken with improvements demonstrated.

Lithium Chemicals Division

- Evaluation of potential LieNA® commercial partners was undertaken during the quarter.
- In response, piloting at ANSTO was temporarily ceased to allow discussions towards a potential technology commercialisation agreement.
- Potential partners identified have an interest in the refining of fine or low-grade spodumene to produce high-purity lithium chemicals.

Corporate

- LIT completes the sale of the Greenbushes South Lithium Project to Galan Lithium (ASX: GLN) for a consideration of A\$3.0 million - A\$2.0 million in cash and A\$1.0 million in equity.
- Multiple investors and government agencies hosted at Envirostream and VSPC operations, including attendance by Simon Linge, incoming LIT Chief Executive Officer.
- Reclassification of ASX listing from a "mining exploration entity" to a standard materials entity.
- Annual general meeting held with all resolutions carried.
- As at 31 December 2022, the Company had a cash balance of A\$13.5 million and investments in listed equities of A\$6.2 million.
- On 31 January 2023, the At-the-Market Subscription Agreement with Acuity Capital expired.

CORE STRATEGY

Lithium Australia is focused on its battery recycling business (Envirostream), lithium ferro phosphate ('LFP') cathode powder (VSPC) and LieNA® (Lithium Chemicals) divisions, all of which the Board believes will promote growth and shareholder value.

Recycling of end of life ('EOL') batteries via Envirostream underpins the Company's ESG credentials. Envirostream is well-positioned to take advantage of the expected significant increase in volumes of spent batteries available for recycling, particularly as a result of vehicle electrification and Australia's national battery stewardship scheme.

The production of LFP cathode powder for lithium-ion batteries ('LIBs') via VSPC represents a significant commercial opportunity. An accelerated strategy is being developed to increase production capacity of LFP and lithium manganese ferro phosphate ('LMFP'), both of which are subject to strong industry support for offtake development.

The LieNA® processing technology allows a unique method of refining fine or low-grade spodumene to produce high-purity lithium chemicals. With an expected increase in lithium chemicals demand and an industry focus on improving sustainability of lithium chemical production worldwide, the company is now seeking potential partners to commercialise the opportunity.

RECYCLING – Envirostream

The Company, through its 100% owned subsidiary Envirostream, is the national leader in mixed-battery recycling, providing sustainable solutions for the disposal of EOL batteries and the recovery of critical energy metals which are used to manufacture new LIBs.

Production improvements

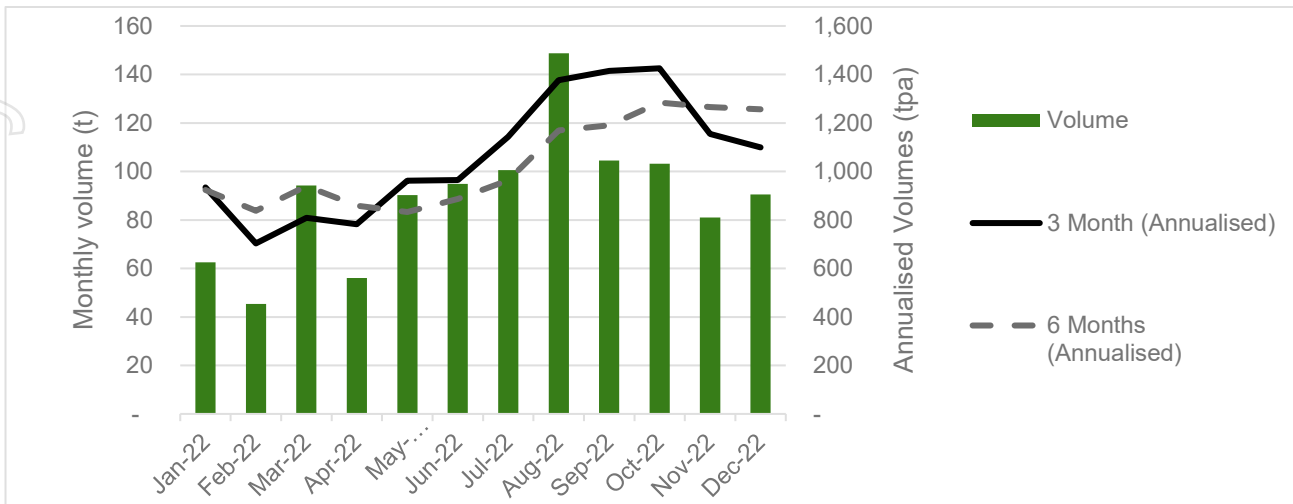
During the quarter, Envirostream undertook the following to improve production capacities ahead of expected volume increases:

- Manufacturing Diagnostic Report delivered following an independent review of safety, production and maintenance opportunities; and
- Recruitment of additional dismantling personnel and improvement to LIB dismantling processes to increase the throughput of LG Energy Solution battery packs.

EOL battery collections steady for the quarter

B-cycle, the Australian government-backed battery recycling scheme, has been operational for one year (launch January 2022). Over the past 12 months, Envirostream has experienced increased EOL battery collections due to B-cycle volumes and through brands such as LG Energy Solution. Collections during the quarter were 275 tonnes (September 2022 quarter: 354 tonnes).

Shortfalls in collections were experienced in December 2022 due to Christmas related closures with January 2023 volumes strong following the festive period.



EOL battery collection volumes in tonnes ('t') for Envirostream including annualised run rates.



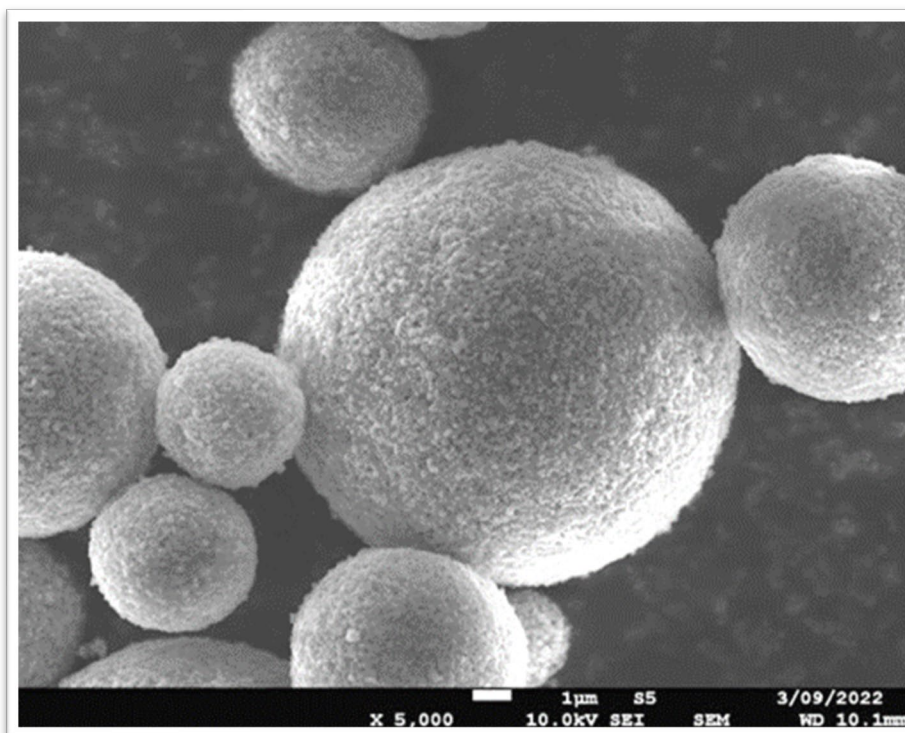
Numerous investors were hosted on a site visit of Envirostream's Laverton North and Campbellfield (above) facilities.

Business development

During the quarter, Envirostream attended the Asia International Li-ion Battery Recycling Summit in South Korea. This summit allowed engagement with current partners such as SungEel HiTech and LG Energy Solution. Meetings with new Mixed Metal Dust ('MMD') customers were held resulting in a shipment to a new trading company, diversifying customer base and improving economic returns for the MMD product.

BATTERIES – VSPC

Wholly owned subsidiary, VSPC, operates a research and development pilot plant facility in Brisbane, Queensland, focused on the commercialisation of, high-purity, high-performance battery materials. These include lithium ferro phosphate ('LFP') and lithium manganese ferro phosphate ('LMFP') cathode powders.



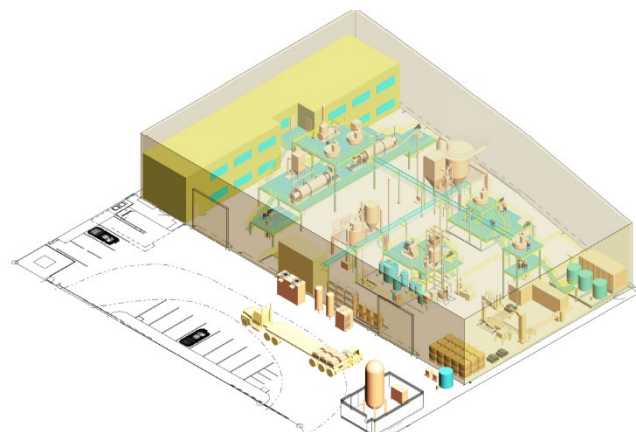
Scanning Electron Microscope image of the current VSPC LMFP product

Engineering study LFP pre-qualification pilot plant

During the quarter, an engineering study was completed for a pre-qualification pilot plant ('PQPP') Study to satisfy customer offtake requirements by increased sample volume requirements above VSPC's current capacity¹. Assessment of a PQPP development is an essential step towards the commercialisation of at least a 10,000 tpa LFP manufacturing facility.

¹ See also ASX announcement dated 19 December 2022.

Lycopodium Minerals Pty Ltd ('Lycopodium') was engaged to provide management, engineering and procurement services for the PQPP Study. The PQPP Study supports commercialisation of VSPC's technology, including discussions with potential offtake or joint development partners. A strategic focus of the PQPP Study was completion of equipment design test work and selection of process equipment from Western based vendors. Outcomes from strategic Western sourced equipment testing and selection will be leveraged for the commercial facility design and allow VSPC to assess options for government funding.



The PQPP layout is shown below on a ~2,100m² factory footprint (~57m x ~38m tapering to ~30m).

An analysis of market forecast providers for lithium carbonate and LFP product pricing commenced in December 2022. Award of preferred market forecasting partner/s is expected in the new year and is essential to supporting closing out the analysis requested to align on the preferred VSPC commercialisation pathway.

LMFP development

VSPC's patented cathode powder RC Process can be used for manufacturing both LFP and LMFP without significant changes in the process. During the quarter, improvements were made to LMFP cathode powder for use in lithium-ion batteries ('LIBs'). LMFP cathode powder increases the energy density of battery packs, increasing the range of electric vehicles ('EV's')².

Tier 1 battery manufacturers have been qualifying LMFP cells for use in EV battery packs in North America. Multiple requests for LMFP samples have been received by VSPC, including four since February 2022. VSPC is one of only a few companies outside of China with the technical expertise to manufacture LFP and LMFP, therefore reducing supply chain risk.

Recent advances to VSPC's LMFP include:

- Improved sphericity of LMFP agglomerates, which favours manufacture of higher density electrodes.
- An increase in the voltage and stability of the high voltage plateau with the same Mn content, resulting in higher energy density compared to earlier samples.
- The voltage profile and energy density have recorded improved stability with repeated cycling and after high-rate cycling.
- Energy density improvement (590 Wh/kg) over VSPC's high quality power LFP at 0.1 C (550 Wh/kg) for a 50:50 Mn:Fe ratio, with scope to increase this further with higher Mn content formulations.
- Benchmarking of the improved VSPC product against two commercial LMFP samples showed that the VSPC LMFP is superior both in terms of specific capacity and energy density.

² See also ASX announcement dated 5 October 2022.

LITHIUM CHEMICALS

The Company, in collaboration with ANSTO, continues to develop its next-generation LieNA[®] processing technology, a unique method of refining fine or low-grade spodumene to produce high-purity lithium chemicals, which can then be used as direct feed for the production of LFP such as that being developed by VSPC.

By targeting what is generally considered 'waste' spodumene, LieNA[®] has the potential to not only expand current hard-rock lithium resources (thereby reducing mining costs) but also enhance the sustainability of lithium chemical production worldwide.

Intellectual property

During the quarter, a Brazilian LieNA[®] 1st gen patent application was granted (Brazilian Patent Application 1120190021043).

Commercial advancement

During the quarter, ANSTO were provided direction to complete autoclave set up and commissioning activities. Interest has been received by potential commercial partners and in response pilot plant activities have been placed on hold to allow discussions to continue. The autoclave set up activities by ANSTO will place the program in a positive position to re-start piloting should a technology commercialisation agreement be reached with an interested party.

CORPORATE & FINANCIAL

Sale of the Greenbushes South Lithium Project

During the quarter, the Company entered into a binding agreement with Galan Lithium Ltd (ASX: GLN) ('Galan') for the sale of the Company's remaining 20% interest in the Greenbushes South Lithium Project ('Agreement')³. Completion of the sale occurred during the quarter.

Under the Agreement, the Company agreed to sell, and Galan agreed to acquire:

- (a) the Company's remaining 20% interest in the Greenbushes South Lithium Project tenements (including the tenements currently subject to application); and
- (b) the Company's remaining 20% participating interest under the Original Acquisition and JV Agreement (refer below for details).

The Company received the following from Galan in consideration for the sale of the remaining 20% interest in the Greenbushes South Lithium Project:

- (a) fully paid ordinary shares in the capital of Galan to the value of \$1,000,000 ('Consideration Shares'); and
- (b) a cash payment in the amount of \$2,000,000 ('Cash Consideration').

³ See also ASX announcement dated 13 December 2022.

Transition of ASX listing from mining to materials

LIT closed out the year with a reclassification of the ASX listing. The Company has now transitioned from a “mining exploration entity” to a standard materials listing⁴. The reclassification reflects the evolution in LIT’s business focus from mineral exploration to recycling technologies and lithium processing over the past eight years and will provide greater clarity for existing shareholders and investors on the Company’s operating activities and better align periodic reporting requirements with underlying operations.

Cash

As at 31 December 2022, the Company had cash reserves of A\$13.5 million (30 September 2022: A\$13.6 million) and no debt. The Board continues its strong oversight of expenditure with particular focus on working capital management.

Investment at fair value

As at 31 December 2022, the Company held investments in Australian and Canadian-listed shares of A\$6.2 million (30 September 2022: A\$5.7 million).

Securities

Movements in securities during the December 2022 quarter included:

- 10,000 shares issued at \$0.0499 upon exercise of options exercisable at \$0.0499 expiring 28 February 2025 (ASX: LITOA);
- 1,538,462 shares issued at \$0.065 pursuant to the placement announced 31 August 2022 (**Placement**) (being shares issued to a participating director, as approved by shareholders at the Company’s general meeting held 19 October 2022 (**General Meeting**));
- 92,886,174 options exercisable at \$0.10 expiring 19 October 2025 (ASX: LITOB) issued to participating investors in the Placement, as approved by shareholders at the General Meeting;
- 46,443,087 options exercisable at \$0.10 expiring 19 October 2025 (ASX: LITOB) issued to the Placement brokers, as approved by shareholders at the General Meeting; and
- 36,750,000 performance rights expiring 30 November 2026 issued to directors (or nominees), as approved by shareholders at the Company’s annual general meeting held 29 November 2022 (**Annual General Meeting**).

Expiry of the At-the-Market Subscription Agreement

The Company wishes to advise that the At-the-Market Subscription Agreement (‘ATM’) with Acuity Capital⁵ (also referred to as a Controlled Placement Agreement or CPA) has expired with an effective expiry date of 31 January 2023. There were no fees or costs associated with the expiry of the ATM.

⁴ See also ASX announcement dated 12 December 2022.

⁵ See also ASX announcements dated 31 July 2017, 17 October 2017, 31 October 2017, 14 November 2017, 13 February 2018, 10 December 2019, 3 February 2020, 22 January 2021, 5 August 2021, 14 September 2021 and 19 August 2022.

The Company raised a total of \$13,321,000 of equity capital under the ATM during its term. The Company would like to thank Acuity Capital for its support.

In accordance with the terms of the ATM, the Company will buy back for nil cash consideration (and cancel) the 32,250,000 fully paid ordinary LIT shares ('Collateral Shares') issued to Acuity Capital as security for the ATM (subject to shareholder approval at the next general meeting to be held by the Company).

Proceedings on behalf of the Company

As previously disclosed, Envirostream has been served writs regarding statements of claim for damage caused by a fire at 31 Colbert Road, Campbellfield, Victoria on 19 January 2019. As at 31 December 2022, the claims were estimated to total \$3.5 million (included as a provision) a drop from \$5.0 million previously disclosed due to certain litigated claims that have been settled by Envirostream's insurance company⁶. This matter does not have an effect on the cash position of the Company.

Company announcements during the quarter

5 October 2022	Advances commercialisation of high density cathode material
5 October 2022	Change in substantial holding for CHR
12 October 2022	Options Prospectus
19 October 2022	Results of Meeting
19 October 2022	Application for quotation of securities - LIT
19 October 2022	Application for quotation of securities - LIT
19 October 2022	Change of Director's Interest Notice (P Thick)
24 October 2022	Proposed issue of securities - LIT
28 October 2022	Notice of Annual General Meeting/Proxy Form
31 October 2022	Lithium Australia Quarterly Activities Report September 2022
2 November 2022	Application for quotation of securities - LIT
29 November 2022	Results of Meeting
12 December 2022	Transition of ASX listing from mining to materials
13 December 2022	GLN: GLN Moves to 100% Ownership of Greenbushes Sth Project
13 December 2022	Binding Agreement for the sale of Greenbushes South Lithium
16 December 2022	Notification regarding unquoted securities - LIT
16 December 2022	Change of Director's Interest Notice (G Bauk)
16 December 2022	Change of Director's Interest Notice (K Young)
16 December 2022	Change of Director's Interest Notice (P Thick)
19 December 2022	LIT completes next step towards commercialisation of LFP
20 December 2022	CHR: Medcalf drilling reveals spodumene-bearing pegmatite

⁶ See also ASX announcements dated 7 September 2022.

Authorised for release by the Board.

Simon Linge

Chief Executive Officer

Mobile +61 (0) 438 721 280

simon.linge@lithium-au.com

Stuart Tarrant

Chief Financial Officer

Mobile +61 (0) 467 817 005

stuart.tarrant@lithium-au.com

Forward-looking statements

This announcement contains forward-looking statements. Forward-looking statements are subject to a variety of risks and uncertainties that it is beyond the Company's ability to control or predict and which could cause actual events or results to differ materially from those anticipated in such forward-looking statements.

About Lithium Australia

Lithium Australia (ASX:LIT) is at the forefront of advanced materials development to ensure an ethical and sustainable future for the global battery industry. Lithium Australia is achieving this via its business divisions:

Envirostream (100%-owned LIT subsidiary): Envirostream, which is leading Australia's battery recycling industry, is at the cutting edge of delivering safe and innovative management solutions to one of the Australian waste industry's biggest (and getting bigger) challenges – battery disposal.

Its state-of-the-art Victorian-based battery processing facilities are providing a sustainable solution by collecting, sorting and processing critical battery metals from all types of spent batteries to power the batteries of tomorrow.

With battery recycling partnerships alongside some of Australia's leading brands (including Bunnings Warehouse, LG Energy Solution, Officeworks and Battery World), Envirostream benefits from the Australian government-backed battery recycling scheme which is providing rebates across collection, sorting, and processing of batteries. These combined provide the platform for national expansion.

VSPC (100%-owned LIT subsidiary): With over 20 years' experience, VSPC develops leading-edge materials for e-mobility and energy storage applications and, ultimately, a zero-carbon economy. Its patents cover the production of advanced powders for next generation lithium-ion batteries, especially lithium ferro phosphate ('LFP').

Currently, demand for LFP represents more than half the global market for lithium-ion battery materials. The Company is one of only a few entities outside of China with the technical expertise to manufacture LFP powder of the highest quality to meet those burgeoning market pressures.

VSPC is now on a clear path to production. With a Research & Development (R&D) facility (pilot plant) located in Queensland, a Definitive Feasibility Study ('DFS') for an initial 10,000tpa LFP manufacturing facility is well underway, and with customer offtake discussions advancing in parallel, VSPC is positioning for its first commercial footprint.

Appendix 1 Mining and exploration tenement schedules

Details of mining tenements as at the quarter ended 31 December 2022 (ASX Listing Rule 5.3.3).

Tenement	Location	Registered holder	Beneficial interest		Notes
			Start	End	
E63/1777	Lake Johnston, WA	Johnston Lakes Nickel Pty Ltd	30%	30%	1,2b
E63/1722	Lake Johnston, WA	Johnston Lakes Nickel Pty Ltd	30%	30%	1,2a
E63/1723	Lake Johnston, WA	Johnston Lakes Nickel Pty Ltd	30%	30%	1,2a
E63/1809	Lake Johnston, WA	Lithium Australia Ltd	30%	30%	3,5
E63/1866	Lake Johnston, WA	Lithium Australia Ltd	30%	30%	3,5
E63/1903	Lake Johnston, WA	Lithium Australia Ltd	0%	0%	7
P70/1752	Wundowie, WA	Lithium Australia Ltd	30%	30%	5
P70/1753	Wundowie, WA	Lithium Australia Ltd	30%	30%	5
E70/4690	Greenbushes, WA	Lithium Australia Ltd	20%	0%	4
E70/4777	Greenbushes, WA	Lithium Australia Ltd	20%	0%	4
E70/4790	Greenbushes, WA	Lithium Australia Ltd	20%	0%	4
E70/5198	Wundowie, WA	Lithium Australia Ltd	30%	30%	3,5
E70/5680	Greenbushes, WA	Lithium Australia Ltd	20%	0%	4
P15/5574	Coolgardie, WA	Lithium Australia Ltd	100%	100%	6
P15/5575	Coolgardie, WA	Lithium Australia Ltd	100%	100%	6
P15/5739	Coolgardie, WA	Lithium Australia Ltd	100%	100%	6
EL30897	Bynoe, NT	Lithium Australia Ltd	30%	30%	3,5
Notes					
1	Lithium Australia Ltd holds 30% of the lithium rights.				
2	(a) Rights Acquisition Agreement dated 17 August 2016 between Lefroy Exploration Ltd and Lithium Australia Ltd. (b) Lefroy Exploration Ltd gold and base metal rights sale agreement dated 10 March 2021.				
3	Charger Metals NL ('CHR') exercised its option to acquire a 70% interest under the Acquisition and Joint Venture Agreement (as amended) (Acquisition Agreement). This does not include E63/1903, where CHR holds 100% of the tenement.				
4	Refer announcement 13 December 2022 whereby Lithium Australia has sold its remaining 20% interest in the Greenbushes South Lithium Project to Galan Lithium Limited.				
5	Lithium Australia Ltd holds 30% of all mineral rights.				
6	Focus Minerals Ltd acquisition agreement dated 16 September 2020 – Focus Minerals Ltd retains a 1% royalty on all minerals.				
7	Registered holder until a 100% Registrable interest is transferred to CHR pursuant to the Acquisition Agreement (refer to Note 3.)				

Appendix II Payments to related parties of the entity and their associates

Payments made during the quarter and included in items 6.1 and 6.2 of ASX Appendix 4C – 'Quarterly cash flow report for entities subject to Listing Rule 4.7B ' – comprise the following.

6.1 Aggregate amount of payments to related parties and their associates included in cash flows from operating activities – \$98,000.

This includes payments of directors' remuneration for services to the economic entity – \$98,000 – and payment to directors' associates for services provided to the economic entity – \$nil.

Appendix 4C

Quarterly cash flow report for entities subject to Listing Rule 4.7B

Name of entity

Lithium Australia Limited

ABN

29 126 129 413

Quarter ended ("current quarter")

31 December 2022

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (6 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	1,261	2,275
1.2 Payments for		
(a) research and development	(856)	(2,187)
(b) product manufacturing and operating costs	(694)	(1,702)
(c) advertising and marketing	(86)	(213)
(d) leased assets	-	-
(e) staff costs	(1,387)	(3,148)
(f) administration and corporate costs	(530)	(1,095)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	25	29
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	823	951
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(1,444)	(5,090)
2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) businesses	-	-
(c) property, plant and equipment	(451)	(556)
(d) investments	(20)	(40)
(e) intellectual property	-	-
(f) other non-current assets	(152)	(426)

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
2.2	Proceeds from disposal of:		
	(a) entities	-	-
	(b) businesses	-	-
	(c) property, plant and equipment	1	1
	(d) investments	2,002	2,812
	(e) intellectual property	-	-
	(f) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	(14)
2.6	Net cash from / (used in) investing activities	1,380	1,777

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	100	13,010
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	(730)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	(158)	(332)
3.7	Transaction costs related to loans and borrowings	(2)	(6)
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	Net cash from / (used in) financing activities	(60)	11,942

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	13,635	4,848
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(1,444)	(5,090)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	1,380	1,777

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(60)	11,942
4.5	Effect of movement in exchange rates on cash held	(26)	8
4.6	Cash and cash equivalents at end of period	13,485	13,485

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	13,485	13,635
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	13,485	13,635

6.	Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1	98
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
<i>Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.</i>		

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

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	(1,444)
8.2 Cash and cash equivalents at quarter end (item 4.6)	13,485
8.3 Unused finance facilities available at quarter end (item 7.5)	-
8.4 Total available funding (item 8.2 + item 8.3)	13,485
8.5 Estimated quarters of funding available (item 8.4 divided by item 8.1)	9.3
<i>Note: if the entity has reported positive net operating cash flows in item 1.9, answer item 8.5 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.5.</i>	
8.6 If item 8.5 is less than 2 quarters, please provide answers to the following questions:	
8.6.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
Answer:	
8.6.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
Answer:	
8.6.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?	
Answer:	
<i>Note: where item 8.5 is less than 2 quarters, all of questions 8.6.1, 8.6.2 and 8.6.3 above must be answered.</i>	

Compliance statement

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

Date: 31 January 2023

Authorised by: "By the Board"

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

Notes

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