

For personal use only



ARGOSY MINERALS
LIMITED

ABN | 27 073 391 189

INTERIM FINANCIAL REPORT

FOR THE HALF-YEAR ENDED 30 JUNE 2024

	Page
Corporate directory	1
Directors' report	2
Auditors' independence declaration	7
Independent auditor's review report to the members of Argosy Minerals Limited	8
Directors' declaration	10
Consolidated statement of profit or loss and other comprehensive income	11
Consolidated statement of financial position	12
Consolidated statement of changes in equity	13
Consolidated statement of cash flows	14
Notes to the financial statements	15

CORPORATE DIRECTORY

Directors

Mr Malcolm Randall – Non-Executive Chairman
Mr Jerko Zuvela – Managing Director
Mr Pietro (Peter) De Leo – Non-Executive Director
Mr Bruce McFadzean – Non-Executive Director
Ms Andrea Betti – Non-Executive Director

Secretary

Ms Andrea Betti

Registered Office

Level 2, 22 Mount Street
Perth WA 6000

Australia

Telephone: (08) 6188 8181

Fax: (08) 6188 8182

Website: www.argosyminerals.com.au

Email: admin@argosyminerals.com.au

Principal Place of Business

Level 2, 22 Mount Street

Perth WA 6000

Australia

Auditors

RSM Australia Partners
Level 32, Exchange Tower
2 The Esplanade
Perth WA 6000

Solicitors

Nixon Legal Pty Ltd

Home Exchange

Australian Securities Exchange Limited
Home Branch: Perth

ASX Code: AGY

Share Registry

Automatic Registry Services
Level 5
191 St Georges Terrace
Perth WA 6000

Telephone: 1300 288 664

DIRECTORS' REPORT

FOR THE HALF-YEAR ENDED 30 JUNE 2024

The Directors of Argosy Minerals Limited present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the "Group") consisting of Argosy Minerals Limited (referred to hereafter as the 'Company' or 'parent entity') and the entities it controlled at the end of, or during, the half-year ended 30 June 2024.

Directors

The following persons were directors of Argosy Minerals Limited during the half-year and up to the date of this report, unless otherwise stated:

Jerko Zuvela
Malcolm Randall
Peter De Leo
Bruce McFadzean
Andrea Betti

Principal Activities

The principal activity of the Group during the period was the development of the Rincon Lithium Project and exploration of the Tonopah Lithium Project. No significant change in the nature of this activity occurred during the financial period.

Consolidated Results

	Half-Year Ended 30 June 2024	Half-Year Ended 30 June 2023
	\$	\$
Consolidated (loss)/profit before income tax expense	(70,910,180)	1,888,887
Income tax expense	-	-
Net (loss)/profit after income tax expense	(70,910,180)	1,888,887

It should be noted that, at 30 June 2024, the Company has assessed impairment indicators and as a result of that, provided for an impairment regarding the investment and advances to Puna Mining S.A. based on the overall adverse effect that have taken place in current market performance in the lithium sector and current lithium prices. The Company will re-assess at each balance date whether there are indications that the previously recognised impairment losses no longer exist or the assessed impairment amount may be lower. In which case, the Company will estimate the recoverable amount of the asset and recognise a reversal for impairment losses.

In summary, the Company has adopted a position to recognise impairment in full, and intends to re-assess this position at the next annual reporting period.

Dividends Paid or Recommended

No dividends have been declared, provided for or paid in respect of the half-year.

Significant Changes in the State of Affairs

There were no significant changes in the state of affairs of the Group during the half-year.

Corporate

The Company held its Annual General Meeting on 24 May 2024.

Review of Operations

Argosy has a current 77.5% (and ultimate 90%) interest in the Rincon Lithium Project. The Rincon Lithium Project is the flagship asset in Argosy's lithium development strategy, and is located in Salta Province, Argentina. The Company also has a 100% interest in the Tonopah Lithium Project in Nevada, USA.

The milestones achieved during this Reporting Period establish that Argosy is delivering on its lithium development strategy and remains confident of achieving key upcoming milestones. Argosy is committed to building a sustainable lithium production company, highly leveraged to the forecast growth in the lithium-ion battery sector.

DIRECTORS' REPORT FOR THE HALF-YEAR ENDED 30 JUNE 2024



Argosy Minerals Limited – Rincon Lithium Project Location Map

Rincon Lithium Project

The Rincon Lithium Project is the flagship asset in Argosy's lithium development strategy, and is located within the Salar del Rincon in Salta Province, Argentina, in the world renowned "lithium triangle". The Project comprises up to 8,606 hectares of mining concessions and mining easement right landholdings, and is a JV partnership with pre-eminent lithium processing expert Pablo Alurralde. The Company has established a well-defined pathway to target commercial production of LCE product.

During the reporting period and to date, the Company made substantial progress at the Project, with progress on the major project milestones being:

- ✓ Salta Province Government officially approved the Company's Environmental Impact Assessment for development of the 10,000tpa battery quality lithium carbonate production operation.
- ✓ Upgraded Total Mineral Resource Estimate (MRE) of 686,875 tonnes of Li_2CO_3 with a weighted mean average lithium concentration of 329mg/L (a 180% increase from previous resource estimate), and comprises;
 - an Indicated MRE of 606,313 tonnes Li_2CO_3 with a weighted mean average lithium concentration of 326mg/L, and
 - an Inferred MRE of 80,562 tonnes Li_2CO_3 with a weighted mean average lithium concentration of 351mg/L.
- ✓ Hydrogeological dynamic modelling produced outstanding results → brine can be pumped for a period of up to 42 years to produce 12,000tpa of lithium carbonate or for up to 22 years to produce 24,000tpa of lithium carbonate.
- ✓ 5,812Ha of additional strategic tenements secured, increasing total Project landholding to 8,606Ha.
- ✓ US\$5 million strategic investment completed by Amperex Technology Limited – a world leading producer and innovator of lithium-ion batteries.
- ✓ Spot sales contract executed for 20 metric tonnes of battery quality >99.5% lithium carbonate product achieving price of US\$13,400/t – a premium to market prices.
- ✓ ~80t of lithium carbonate product stockpiled for strategic sale.
- ✓ Strategic focus and priority on completing 10,000tpa project pre-development engineering works to a construction-ready stage – in conjunction with global engineering services company with lithium experience.
- ✓ The 2,000tpa demonstration operations facility was suspended due to current lithium market conditions and near-term lithium price forecasts and fiscal prudence to maintain capital preservation practices, and effected the necessary workforce restructuring to adjust to next phase project requirements.
 - The 2,000tpa operations facility has demonstrated and validated the lithium process technology and flowsheet by successfully achieving production of saleable battery quality lithium carbonate product.
- ✓ Progress renewed interest from some strategic partner groups for off-take and capex funding for 10,000tpa operation expansion.

DIRECTORS' REPORT FOR THE HALF-YEAR ENDED 30 JUNE 2024

Argosy remains confident that key upcoming milestones and achievements will prove successful to demonstrate the long-term sustainability and continued development of the Rincon Lithium Project.

Key objectives for Argosy during the remainder of 2024 at the Rincon Lithium Project include:

- ✓ Progress the 10,000tpa project pre-development engineering works to achieve a construction-ready stage and to significantly de-risk the Project.
- ✓ Upgrade the JORC Mineral Resource Estimate, based on new strategic tenement acquisitions at the Project.
- ✓ Commence regulatory process for EIA approval to expand Rincon Project lithium production operations up to 24,000tpa.
- ✓ Consider new strategic project opportunities and acquisitions.

The Company is working to complete key planning, engineering, commercial and strategic milestones to further de-risk and confirm the long-term sustainability and significance of our Rincon Lithium Project.

Argosy confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of Mineral Resources or Ore Reserves, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. Argosy confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

Forward Looking Statements: Statements regarding plans with respect to the Company's mineral properties are forward looking statements. There can be no assurance that the Company's plans for development of its mineral properties will proceed as expected. There can be no assurance that the Company will be able to confirm the presence of mineral deposits, that any mineralisation will prove to be economic or that a mine will successfully be developed on any of the Company's mineral properties.

Competent Person's Statement – Rincon Lithium Project

The information contained in this ASX release relating to Exploration Targets, Exploration Results and Mineral Resource Estimates has been prepared by Mr Duncan Storey. Mr Storey is a Hydrogeologist, a Chartered Geologist and Fellow of the Geological Society of London (an RPO under JORC 2012). Mr Storey has sufficient experience 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. Duncan Storey is an employee of AQ2 Pty Ltd and an independent consultant to Argosy Minerals Ltd. Mr Storey consents to the inclusion in this announcement of this information in the form and context in which it appears. The information in this announcement is an accurate representation of the available data from exploration at the Rincon Lithium Project.

Chemical Engineer's Statement: The information in this announcement that relates to lithium carbonate processing is based on information compiled and/or reviewed by Mr Pablo Alurralde. Mr Alurralde is the President of Puna Mining S.A. and consents to the inclusion in this announcement of this information in the form and context in which it appears. Mr Alurralde is a chemical engineer with a degree in Chemical Engineering from Salta National University in Argentina. Mr Alurralde has sufficient experience which is relevant to the lithium carbonate and lithium hydroxide processing and testing undertaken to evaluate the data presented.

Cautionary Note: A Production Target is a projected estimate of potentially mineable mineralised material based on the application of modifying factors. The process and assumptions used to establish the Production Targets for Argosy's operations and development projects are those used to prepare the Mineral Resource Estimate announced on 15 January 2024 (which is available at www.argosyminerals.com.au and www.asx.com.au). Production Targets are derived from Measured, Indicated and Inferred Mineral Resource classifications. The Company has been guided by ASX Listing Rules Chapter 5.16 to 5.19 for the preparation of Production Targets.

The Company highlights the following cautionary note in relation to confidence in the estimation of Production Targets that incorporate Mineral Resources from the Inferred classification:

There is a low level of geological confidence associated with Inferred Mineral Resources and there is no certainty that further exploration work will result in the determination of Indicated Mineral Resources or that the Production Target itself will be realised. The stated Production Targets are based on the Company's current expectations of future results and events and should not be solely relied upon by investors when making investment decisions.

The estimated Mineral Resource Estimate that underpins the Production Targets have been prepared by Competent Persons in accordance with ASX Listing Rules Appendix 5A. The Inferred portion of the Production Targets is not the determining factor in each mine's viability and does not feature as a significant proportion early in the mine plan.

Argosy has independently engaged the services of AQ2 Pty Ltd to conduct the mineral resource estimation works, hydrogeological modelling and associated brine analysis works for the potential development of a lithium carbonate production operation at the Rincon Lithium Project. Argosy has previously engaged Primero Group to assess the technical and economic viability to a Preliminary Economic Assessment level with regards to producing lithium carbonate at the Project. Whilst the current modelling works have yielded robust outcomes and provided independent perspective on the opportunity to produce lithium carbonate, there is no guarantee that Argosy will choose to adopt the outcomes of the works conducted.

ASX Listing Rules Compliance

The Mineral Resources information contained in this ASX release is extracted from the report entitled "Argosy Upgrades Lithium Rincon Lithium Project JORC resource" dated 13 November 2018, available at www.argosyminerals.com.au and www.asx.com. Argosy confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of Mineral Resources or Ore Reserves, that all material assumptions and technical parameters underpinning the estimates

DIRECTORS' REPORT FOR THE HALF-YEAR ENDED 30 JUNE 2024

in the relevant market announcement continue to apply and have not materially changed. Argosy confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

Argosy advises references to the Company's current target of producing 2,000tpa of battery quality lithium carbonate product at the Rincon Lithium Project should be read subject to and clarified by the Company's current intention that, subject to feasibility, finance, market conditions and completion of development works at the Rincon Lithium Project, the 2,000tpa production target is intended to form a modular part of the 10,000tpa operation from its commencement.

Argosy further advises that references in this ASX release in relation to the 10,000tpa production target are extracted from the report entitled "Argosy delivers exceptional PEA results for Rincon Project" dated 28 November 2018, available at www.argosyminerals.com.au and www.asx.com. Argosy confirms that it is not aware of any new information or data that materially affects the information included in the Announcement and, in the case of the Production Target, Mineral Resources or Ore Reserves contained in the Announcement, that all material assumptions and technical parameters underpinning the estimates in the PEA announcement continue to apply and have not materially changed. Argosy confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the PEA announcement.

Reference to Previous ASX Releases:

This document refers to the following previous ASX releases:

12th April 2024 – Updated: Dynamic Modelling Produces Outstanding Results for Rincon Lithium Project

15th January 2024 – JORC Resource Upgrade for Rincon Lithium Project - Substantial 180% Increase

3rd August 2023 – Rincon Test Pumping Results

10th February 2021 – Clarifying Announcement

8th February 2021 – \$30M Placement to Fund 2,000tpa Production

28th November 2018 – Argosy delivers exceptional PEA results for Rincon Project

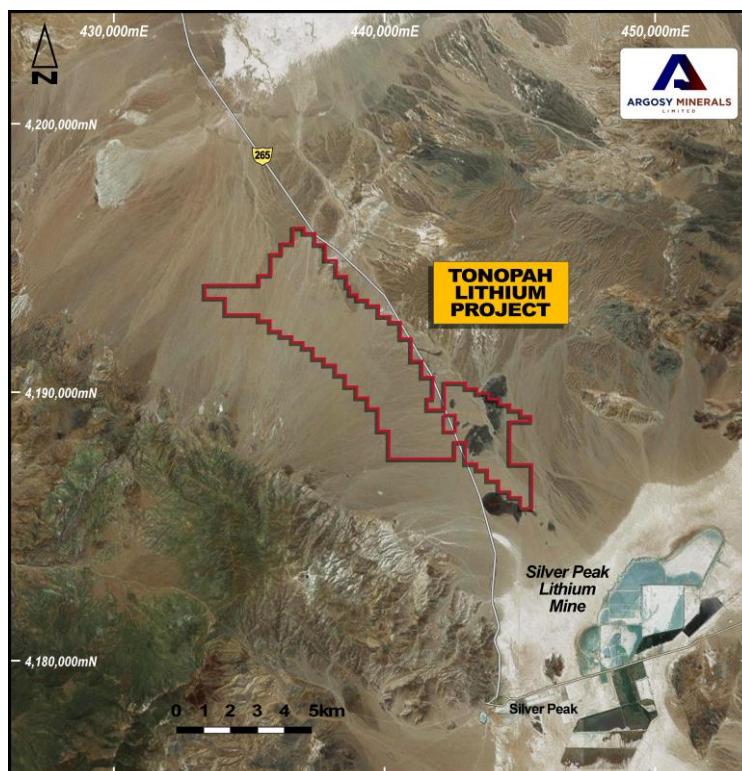
Tonopah Lithium Project

The Company has a 100% interest in the tenements comprising the Tonopah Lithium Project (Tonopah), located in Nevada, USA, and is strategically located near Albemarle's Silver Peak lithium carbonate operation in Nevada, USA.

Tonopah is located in one of the world's most favourable and stable mining jurisdictions and home to the USA's burgeoning electric vehicle industry, with well-developed infrastructure and a skilled local workforce.

The Company continues to assess the water rights regulations in the project area to understand such impact for future development consideration.

The Company considers the opportunity to develop a USA-based lithium project as a strategic position to further develop Argosy into a world-class lithium producer.



Argosy Minerals Limited – Tonopah Lithium Project Location Map

DIRECTORS' REPORT

FOR THE HALF-YEAR ENDED 30 JUNE 2024

Competent Person's Statement – Tonopah Lithium Project

The information contained in this ASX release relating to Exploration Results has been prepared by Mr Jerko Zuvela. Mr Zuvela is a Member of the Australasian Institute of Mining and Metallurgy and has sufficient experience 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 Zuvela is the Managing Director of Argosy Minerals Ltd and consents to the inclusion in this announcement of this information in the form and context in which it appears. The information in this announcement is an accurate representation of the available data from exploration at the Tonopah Lithium Project.

Argosy confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of Mineral Resources or Ore Reserves, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. Argosy confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

Events after Reporting Date

No matters or circumstances have arisen since the end of the half-year which significantly affected or may significantly affect the operations of the Group, the results of those operations or the state of affairs of the Group in future financial years.

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required by section 307C of the *Corporations Act 2001* is set out immediately after this Directors' Report.

This report is made in accordance with a resolution of directors, pursuant to section 306(3)(a) of the *Corporations Act 2001*.

On behalf of the directors



Jerko Zuvela
Managing Director
Perth, Western Australia

13 September 2024

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of Argosy Minerals Limited for the half-year ended 30 June 2024, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

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



RSM AUSTRALIA



AIK KONG TING
Partner

Perth, WA
Dated: 13 September 2024

THE POWER OF BEING UNDERSTOOD
ASSURANCE | TAX | CONSULTING

INDEPENDENT AUDITOR'S REVIEW REPORT

To the Members of ARGOSY MINERALS LIMITED

Report on the Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Argosy Minerals Limited which comprises the consolidated statement of financial position as at 30 June 2024, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of material accounting policies and other explanatory information, and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the half-year end or from time to time during the half-year.

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 Argosy Minerals Limited is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 30 June 2024 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 (including Independence Standards) (the Code) 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 Argosy Minerals Limited, would be in the same terms if given to the directors as at the time of this auditor's review report.

THE POWER OF BEING UNDERSTOOD

ASSURANCE | TAX | CONSULTING

Directors' Responsibility for the Half-Year Financial Report

The directors of Argosy Minerals Limited 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 internal control as the directors determine is necessary to enable the preparation of the half-year financial report that 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. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, 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 30 June 2024 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.

A stylized, handwritten-style signature of the letters "RSM" in a dark grey color.

RSM AUSTRALIA

A handwritten signature in dark grey ink, appearing to read "AIK KONG TING".

AIK KONG TING
Partner

Perth, WA
Dated: 13 September 2024

For personal use only



DIRECTORS' DECLARATION

FOR THE HALF-YEAR ENDED 30 JUNE 2024

In the Directors' opinion:

- the attached financial statements and notes comply with the *Corporations Act 2001*, *Australian Accounting Standard AASB 134 'Interim Financial Reporting'*, the *Corporations Regulations 2001* and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the Group's financial position as at 30 June 2024 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of Directors made pursuant to section 303(5)(a) of the *Corporations Act 2001*.

On behalf of the Directors



Jerko Zuvela
Managing Director
Perth, Western Australia

13 September 2024

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 30 JUNE 2024**

	Note	Consolidated	
		30 June 2024	30 June 2023
		\$	\$
Other income	4	205,845	525,003
Accounting and corporate secretarial fees		(109,139)	(114,141)
AGM and GM fees		(24,859)	(22,745)
ASX and ASIC fees		(74,652)	(77,679)
Audit fees		(22,474)	(20,400)
Depreciation		(38,417)	(39,511)
Directors' fees		(210,900)	(183,175)
Exploration and project assessments		-	123,915
Foreign exchange gain		544,060	467,804
Impairment expenses	9, 10	(69,351,713)	-
Insurance		(79,251)	(74,007)
Interest expenses		(11,910)	(12,241)
Legal fees		(41,049)	(132,448)
Other expenses		(117,577)	(135,130)
Professional fees		(203,428)	(261,453)
Share based payments	6	(559,898)	(1,109,609)
Share registry costs		(22,759)	(27,115)
Share of (loss)/profit of joint venture accounted for using the equity method	10	(792,059)	2,981,819
(Loss)/Profit before income tax		(70,910,180)	1,888,887
Income tax expense		-	-
(Loss)/Profit attributable to Owners of Argosy Minerals Limited		(70,910,180)	1,888,887
Other comprehensive income for the half-year			
<i>Items that may be reclassified subsequently to profit and loss</i>			
Foreign currency translation		16,964,355	647,809
Total comprehensive income for the half-year attributable to owners of Argosy Minerals Limited		53,945,825	2,536,696
(Loss)/Earnings per share for (loss)/profit attributable to ordinary equity holders of the Group:			
Basic (loss)/earnings per share (cents per share)	11	(5.02)	0.13
Diluted (loss)/earnings per share (cents per share)	11	(5.02)	0.13

The above Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Notes to the Financial Statements.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2024

	Note	Consolidated	
		30 June 2024	31 December 2023
		\$	\$
Current assets			
Cash and cash equivalents		11,301,144	13,851,531
Trade and other receivables		95,645	128,169
Other assets		24,086	141,497
Total current assets		11,420,875	14,121,197
Non-current assets			
Plant and equipment		24,693	28,233
Right-of-use assets		178,565	213,126
Exploration and evaluation expenditure		9,264,067	8,139,006
Advances to Puna Mining S.A.	9	-	17,136,650
Investment accounted for using the equity method - Puna Mining S.A.	10	-	27,014,153
Total non-current assets		9,467,325	52,531,168
Total assets		20,888,200	66,652,365
Current liabilities			
Trade and other payables		359,677	210,179
Lease liabilities		67,279	61,571
Total current liabilities		426,956	271,750
Non-current liabilities			
Lease liabilities		131,788	167,301
Total non-current liabilities		131,788	167,301
Total liabilities		558,744	439,051
Net assets		20,329,456	66,213,314
Equity			
Issued capital	5	161,032,983	153,530,914
Reserves	6	9,513,669	(7,919,429)
Accumulated losses		(150,217,196)	(79,398,171)
Total equity		20,329,456	66,213,314

The above Consolidated Statement of Financial Position should be read in conjunction with the Notes to the Financial Statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 30 JUNE 2024

	Consolidated			Total \$
	Issued capital \$	Reserves \$	Accumulated Losses \$	
Balance at 1 January 2023	153,530,914	9,585,496	(68,778,956)	94,337,454
Profit for the half-year	-	-	1,888,887	1,888,887
Other comprehensive income	-	647,809	-	647,809
Total comprehensive income for the half-year	-	647,809	1,888,887	2,536,696
Transactions with owners in their capacity as owners				
Share based payments	-	1,109,609	-	1,109,609
Total contributions by owners	-	1,109,609	-	1,109,609
Balance as at 30 June 2023	153,530,914	11,342,914	(66,890,069)	97,983,759
Balance at 1 January 2024	153,530,914	(7,919,429)	(79,398,171)	66,213,314
Loss for the half-year	-	-	(70,910,180)	(70,910,180)
Other comprehensive income	-	16,964,355	-	16,964,355
Total comprehensive income for the half-year	-	16,964,355	(70,910,180)	(53,945,825)
Transactions with owners in their capacity as owners				
Share issue	7,522,190	-	-	7,522,190
Share issue costs	(20,121)	-	-	(20,121)
Share based payments	-	559,898	-	559,898
Transfer to accumulated losses	-	(91,155)	91,155	-
Total contributions by owners	7,502,069	468,743	91,155	8,061,967
Balance as at 30 June 2024	161,032,983	9,513,669	(150,217,196)	20,329,456

The above Consolidated Statement of Changes in Equity should be read in conjunction with the Notes to the Financial Statements.

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE HALF-YEAR ENDED 30 JUNE 2024

	Consolidated	
	30 June 2024	30 June 2023
	\$	\$
Cash flows from operating activities		
Payments to suppliers and employees	(713,999)	(940,651)
Interest received	233,115	550,006
Other receipts	-	8,288
Net cash used in operating activities	(480,884)	(382,357)
Cash flows from investing activities		
Advance to Puna Mining S.A.	(8,579,345)	(10,455,109)
Payments for exploration and evaluation expenditure	(1,003,555)	(2,257,089)
Payments for property, plant and equipment	(316)	(27,966)
Net cash used in investing activities	(9,583,216)	(12,740,164)
Cash flows from financing activities		
Proceeds from issues of shares	7,522,190	-
Transaction costs relating to issue of shares	(20,121)	-
Interest paid	(11,910)	(9,874)
Repayment of lease liabilities	(30,174)	(27,844)
Net cash provided/(used in) by financing activities	7,459,985	(37,718)
Net decrease in cash and cash equivalents	(2,604,115)	(13,160,239)
Effect of foreign exchange on cash and cash equivalents	53,728	26,416
Cash and cash equivalents at the beginning of the half-year	13,851,531	36,610,751
Cash and cash equivalents at the end of the half-year	11,301,144	23,476,928

The above Consolidated Statement of Cash Flows should be read in conjunction with the Notes to the Financial Statements.

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 30 JUNE 2024

1. Material accounting policy information

Basis of Preparation

The financial report consists of consolidated financial statements for Argosy Minerals Limited and its subsidiaries (the 'Group').

These general purpose financial statements for the interim half-year reporting period ended 30 June 2024 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the *Corporations Act 2001*, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 31 December 2023 and any public announcements made by the company during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The principal accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period. Where necessary, comparative information has been reclassified and repositioned for consistency with current period disclosures.

The financial statements are presented in Australian dollars, which is the Group's functional and presentation currency. Argosy Minerals Limited is a listed public company limited by shares, incorporated and domiciled in Australia.

New or amended Accounting Standards and Interpretations adopted

The Group 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.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

It has been determined by the Group that there was no impact, material or otherwise, of the new or amended Accounting Standards and Interpretations on its business and, therefore, no change was necessary to Group accounting policies.

2. Segment Information

Management has determined the operating segments based on the reports reviewed by the Board of Directors that are used to make strategic decisions. The Group does not have any operating segments with discrete financial information. The Board of Directors review internal management reports on a monthly basis that is consistent with the information provided in the statement of profit or loss and other comprehensive income, statement of financial position and statement of cash flows. As a result, no reconciliation is required because the information as presented is what is used by the Board to make strategic decisions. The information reported to the CODM is on at least a monthly basis.

3. Dividends

No dividend has been paid or is proposed in respect of the half-year ended 30 June 2024 (2023: Nil).

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 30 JUNE 2024

4. Other Income

Other income for the half-year includes the following items, which are significant because of their nature, size or incidence:

	Consolidated	
	30 June 2024	30 June 2023
	\$	\$
Other Income		
Interest income	205,845	525,003
Total other income	205,845	525,003

5. Issued Capital

As at 30 June 2024, there were 1,455,920,934 shares on issue (31 December 2023: 1,404,407,498).

Movements in ordinary share capital

Details	Date	No of shares	Issue price	\$
Opening Balance	1 January 2024	1,404,407,498		153,530,914
Shares issued	29 May 2024	51,513,436	0.146	7,522,190
Share issue costs				(20,121)
Closing Balance	30 June 2024	1,455,920,934		161,032,983

6. Reserves

	Consolidated	
	30 June 2024	31 December 2023
	\$	\$
Foreign currency translation reserve (i)	1,986,037	(14,978,318)
Option reserve	3,612,406	3,612,406
Share based payments reserve (ii)	3,915,226	3,446,483
	9,513,669	(7,919,429)

(i) Foreign currency reserve

The reserve is used to recognise exchange differences arising from the translation of the financial statements of foreign operations to Australian dollars.

	Consolidated 30 June 2024 \$
Balance 1 January	(14,978,318)
Translation of foreign operations	16,964,355
Balance 30 June	1,986,037

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 30 JUNE 2024

6. Reserves (continued)

(ii) Share based payments reserve

Reconciliation of share based payments reserve:

	Consolidated 30 June 2024
	\$
Balance 1 January	3,446,483
Share-based payments (Share appreciation rights)	483,907
Share-based payments (Options)	75,991
Expired options and share appreciation rights	(91,155)
Balance 30 June	<u>3,915,226</u>

Share Appreciation Rights

During the period, there were no additional share appreciation rights granted.

The share-based payments expense of \$483,907 recognised during the half-year was in relation to share appreciation rights previously issued that were subject to vesting conditions. The expense recognised during the half-year is impacted by estimates in relation to timing and likelihood of vesting.

During the period, 1,500,000 share appreciation rights expired unexercised, with \$91,155 transferred from the share based payments reserve to accumulated losses.

Options

During the period, there were no additional options granted.

The share-based payment expense of \$75,991 was recognised during the half-year in relation to options previously issued that were subject to vesting conditions. The expense recognised during the half-year is impacted by estimates in relation to timing and likelihood of vesting.

7. Commitments

There have been no material changes to the Group's capital or other expenditure commitments since 31 December 2023.

8. Contingencies

There are no material contingent liabilities or contingent assets of the Group at the reporting date.

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 30 JUNE 2024

9. Advance to Puna Mining S.A.

	Consolidated	
	30 June 2024	31 December 2023
	\$	\$
Balance 1 January	17,136,650	24,700,711
Loans provided	8,558,369	17,619,660
Additional paid-up capital (part-conversion of loan receivable)	-	(25,010,808)
Foreign currency movement	491,335	(172,913)
Provision for impairment (i)	(26,186,354)	-
Closing balance	-	17,136,650

- (i) At 30 June 2024, the Company has assessed impairment indicators and as a result of that, provided for an impairment regarding the investment and advances to Puna Mining S.A. based on the overall adverse effect that have taken place in current market performance in the lithium sector and current lithium prices. The Company will re-assess at each balance date whether there are indications that the previously recognised impairment losses no longer exist or the assessed impairment amount may be lower. In which case, the Company will estimate the recoverable amount of the asset and recognise a reversal for impairment losses.

The Company provides funding to Puna Mining via cash calls and paid expenditure to fund development and expenditure in Argentina. Puna Mining is the operating vehicle for the Rincon Project located in Argentina. As per the Agreement between these two entities, the advance converts into equity in the project upon Argosy fulfilling all its funding and other requirements. The loan is designated in US dollars.

10. Investment accounted for using the equity method - Puna Mining S.A.

The Company has a 77.5% interest in Puna Mining S.A. - the entity that owns the Rincon Lithium Project located in the "Lithium Triangle" in Salta Province, Argentina.

The Company has joint control over this investment, which as a joint venture is accounted for using the equity method.

Name	Reporting entity's percentage holdings	
	30 June 2024	31 December 2023
Puna Mining S.A.	77.5 %	77.5 %

The carrying amount of the investment in Puna Mining S.A. has changed as follows in the half-year to 30 June 2024:

	Consolidated For the Half-Year Ended 30 June 2024
	\$
Opening balance – 1 January 2024	27,014,153
Share of losses of joint venture	(792,059)
Foreign exchange translation differences	16,943,265
Provision for impairment (i)	(43,165,359)
Closing balance – 30 June 2024	-

- (i) At 30 June 2024, the Company has assessed impairment indicators and as a result of that, provided for an impairment regarding the investment and advances to Puna Mining S.A. based on the overall adverse effect that have taken place in current market performance in the lithium sector and current lithium prices. The Company will re-assess at each balance date whether there are indications that the previously recognised impairment losses no longer exist or the assessed impairment amount may be lower. In which case, the Company will estimate the recoverable amount of the asset and recognise a reversal for impairment losses.

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 30 JUNE 2024

10. Investment accounted for using the equity method - Puna Mining S.A. (continued)

The Company has the right to ultimately earn a 90% interest in Puna Mining S.A, subject to terms and conditions outlined in the Second Earn-In Joint Venture Agreement.

The loss generated by Puna Mining S.A. is largely comprised of foreign exchange losses.

The investment in Puna Mining S.A. has been accounted for as an investment in a joint venture based on the composition of the Puna Mining S.A. board and the terms of the Second Earn-in Joint Venture Agreement. Investments in joint ventures are accounted for using the equity method. Under the equity method, the share of the profits or losses of the joint venture is recognised in profit or loss.

Investments in joint ventures are carried in the statement of financial position at cost plus post-acquisition changes in the Group's share of net assets of the joint venture.

The share of the movements in equity is recognised in other comprehensive income and relates to exchange differences arising from translation of foreign operations to Australia dollars.

11. Earnings Per Share

	30 June 2024 \$	30 June 2023 \$
(Loss)/Profit after income tax	(70,910,180)	1,888,887
(Loss)/Profit after income tax attributable to the owners of Argosy Minerals Limited	(70,910,180)	1,888,887
	Cents	Cents
Basic (loss)/earnings per share	(5.02)	0.13
Diluted (loss)/earnings per share	(5.02)	0.13
	Number	Number
<i>Weighted average number of ordinary shares</i>		
Weighted average number of ordinary shares used in calculating basic earnings per share	1,413,747,846	1,404,407,498
Weighted average number of ordinary shares used in calculating diluted earnings per share	1,413,747,846	1,424,107,498

12. Events after Reporting Date

No matters or circumstances have arisen since the end of the half-year which significantly affected or may significantly affect the operations of the Group, the results of those operations or the state of affairs of the Group in future financial years.