



Neometals



Neometals Ltd

A.C.N. 099 116 631

Half-Year Report

for the 6 months ended 31 December 2024

The Directors of Neometals Ltd (“**Company**”) (“**Neometals**”) submit herewith the financial report of Neometals and its subsidiaries (together the ‘**Group**’ or ‘**Consolidated Entity**’) for the half-year ended 31 December 2024. Pursuant to the provisions of the *Corporations Act 2001*, the Directors report as follows:

The following persons were Directors of Neometals Ltd at the date of this report:

Mr Steven Cole
Mr Christopher Reed
Mr Douglas Ritchie
Mr Les Guthrie
Dr Jennifer Purdie

All Directors have served on the Board from the period 1 July 2024 to 31 December 2024.

REVIEW OF OPERATIONS

COMPANY OVERVIEW

The Company is commercialising a portfolio of sustainable processing solutions that recover critical materials from high-value waste streams. Plant supply and/or technology licensing business models are preferred given lower risk and capital required.

- Neometals’ core focus is its patented, **Lithium-ion Battery (“LiB”) Recycling technology (50% NMT)**, being commercialised (via Primobius GmbH) with 150-year-old German plant builder, SMS group GmbH. Primobius is supplying Mercedes-Benz a 2,500tpa recycling plant for Mercedes-Benz, which is currently being commissioned. This industrial validation will precede the offer of commercial ~20,000tpa integrated recycling plants to its business development pipeline.
- **Lithium Chemicals (70% NMT)** – Patented ELi™ electrolysis process, co-owned 30% by Mineral Resources Ltd, aiming to produce battery quality lithium hydroxide from brine and/or hard-rock feedstocks at lowest quartile operating costs. Successfully completed Pilot scale test work and planning industrial validation with funding partners through continuous demonstration plant trials, targeting a technology licensing business model; and
- **Vanadium Recovery (100% NMT)** – Patent pending hydrometallurgical process, aiming to produce high-purity vanadium pentoxide from steelmaking by-product (Slag) at lowest-quartile operating cost and carbon footprint. Planning to exploit under a technology licensing business model. Project financing process for first commercial plant in progress (87.1% NMT).

The Company’s remaining upstream mineral asset has two separate styles of mineralisation and mineral resources:

- **Barrambie Titanium and Vanadium (100% NMT)** – The world’s second highest grade hard-rock titanium deposit is currently in a divestment process; and
- **Barrambie Gold (100% NMT)** – Historic high-grade gold producer early 1900s, no modern exploration. Maiden gold exploration target highlighted potential for camp-scale brownfields gold discoveries. Maiden gold exploration programs planned for March Q 2025. Barrambie is proximal to a number of camp-scale gold projects with existing processing infrastructure.

DOWNSTREAM PROCESSING TECHNOLOGIES



Lithium-ion Battery Recycling

(Intellectual Property via ACN 630 589 507 Pty Ltd - NMT 50%, SMS 50%)

(Plant supply via Primobius GmbH - NMT 50%, SMS 50%)

Background

Primobius GmbH ("**Primobius**") was established in 2020 to commercialise Neometals' lithium-ion battery recycling technology under an exclusive licence from ACN 630 589 507 Pty Ltd ("**ACN 630**"), the intellectual property holding vehicle, both being co-owned with SMS group GmbH, a 150-year-old German plant builder with ~14,000 employees globally and fabrication facilities in Europe, USA, India and China.

Primobius will earn a margin on plant supply agreements and pass-through royalties from the associated technology licenses to ACN 630. ACN 630 is the ultimate beneficiary of five third party technology licences issued to date. ACN 630 holds five (5) granted national phase patents with a further twelve (12) pending.

Mercedes-Benz LiB Recycling Plant Officially Opens

In May 2022, Neometals announced that Primobius and Mercedes-Benz ("**Mercedes**") had entered into a 5-year research collaboration aimed at jointly developing tailored, industrial-scale LiB recycling solutions for Mercedes-Benz. The industrial validation of Primobius patented recycling technology at Kuppenheim plant will precede the global offering of commercial scale ~20,000tpa integrated battery recycling plants.



Figure 1 – Part of the Integrated LiB Plant installed by Primobius at Kuppenheim

On 22 October 2024, Primobius announced the official opening of Europe's first battery recycling plant which utilises an integrated mechanical-hydrometallurgical process. The 2,500tpa plant in Kuppenheim, Germany was designed, supplied and installed by Primobius under a Supply Agreement with automotive company Mercedes-Benz.

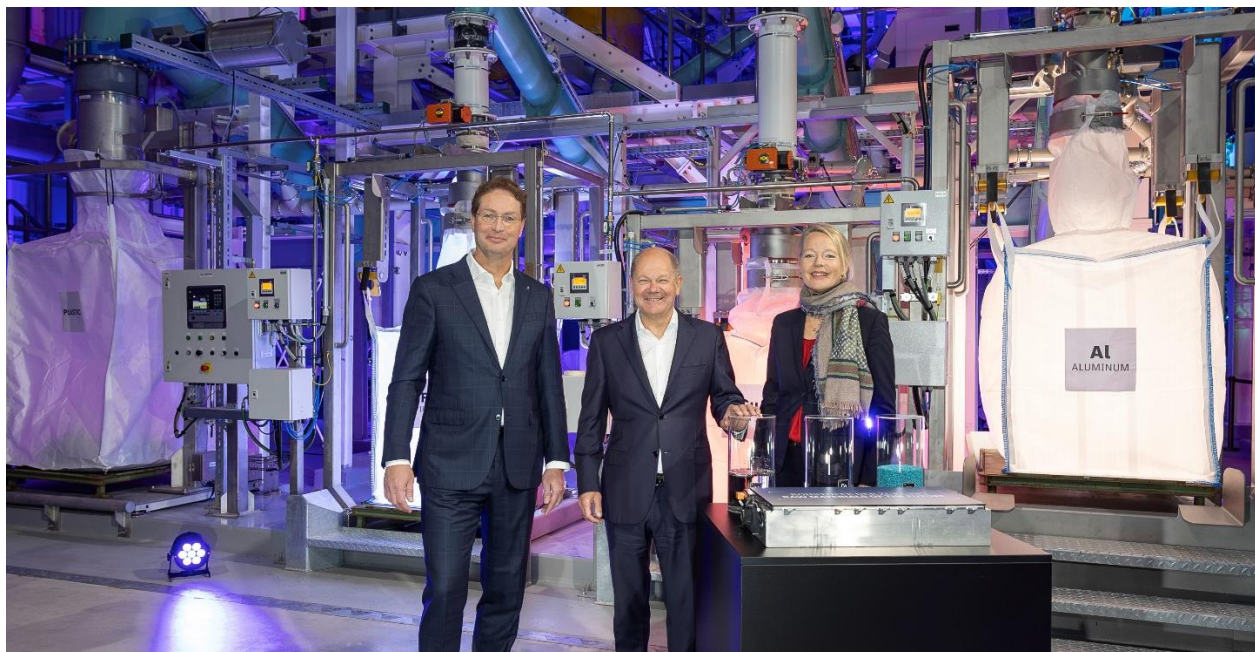


Figure 2 – MB CEO Ola Källenius, German Chancellor Olaf Scholz and State Environment Minister Thekla Walker

The Plant has re-commenced commissioning activities and is scheduled for acceptance testing of the shredding and beneficiation plant in the June Q 2025 and the Hub in the Dec Q 2025. Successfully acceptance testing of the Hub is the stage gate for proceeding to offer commercial-scale integrated recycling plants.

Hilchenbach LiB Disposal Operation

Primobius operates a LiB disposal service for customers in the German EV battery supply chain for which it receives a gate fee. The Hilchenbach shredding and beneficiation plant produces an intermediate mixed nickel/cobalt product (“**Black Mass**”) and a mixed copper/aluminium product (“**Black Copper**”) which are sold to off takers. The plant is also used to showcase the shredding and beneficiation plant to prospective customers and test new process improvements and equipment.

Commercial

Four (4) exclusive licences have been issued for North America, Scandinavia, the Balkans and Italy and one (1) non-exclusive licence to the UK. Primobius has the right to acquire a 25-50% equity interest in the technology licensee at any time up to 30 June 2025¹. Primobius continues to advance a number of non-binding MoUs for the potential supply of LiB recycling plants.

¹ For full details refer to Neometals ASX announcement headlined “Primobius Commercial Update” released on 22nd December 2023



Lithium Chemicals

(Intellectual Property via Reed Advanced Materials Pty Ltd ("RAM") – NMT 70%, Mineral Resources Ltd 30%)

Background

RAM is commercialising its proprietary, patented ELi™ Process ("ELi™"), which produces lithium hydroxide and carbonate from lithium chloride solutions using electrolysis. ELi™ has potentially significantly lower operating cost and carbon footprint compared to conventional production processes, replacing costly, bulk chemical reagents with electricity and low-cost internally generated reagents. RAM holds nineteen (19) granted national phase patents with a further fourteen (14) pending.

ELi™ Process Pilot Trial

During the period, Neometals announced results from the final evaporation and crystallisation stage of the ELi™ Process Pilot Trial ("ELi Pilot"), successfully producing high-purity lithium hydroxide monohydrate.

RAM has now completed a long-duration 1,000-hour electrolysis membrane durability test utilising a lithium chloride solution produced in the successful 2023 'purification' trial on brine sourced from South America². The trial results support the 2023 Engineering Cost Study estimates of two major variable operating costs (power consumption and membrane life) and hydrodynamic testing confirmed the equipment can be applied to commercial-scale operations.

The successful completion of the ELi Pilot and final test work reports allow RAM to advance the partner selection process to fund the next stage of commercialisation, industrial validation through continuous demonstration plant trials.

Table 1 – LHM Sample Analysis

Element ³	LiOH %	CO ₃ ²⁻ %	Na ppm	Ca ppm	K ppm	Fe ppm	SO ₄ ppm
Target Spec	>56.5	<0.4	20	10	10	10	100
Sample 1	56.6	ND	1.8	6.0	5.6	8.2	2.4
Sample 2	56.9	ND	3.6	9.7	5.1	8.6	1.5

² For full details refer to Neometals ASX announcement dated 12th November 2024 and titled "Positive Results from ELi™ Pilot Trial"

³ LiOH and CO₃²⁻ analysis reported by a South African laboratory and the other elements reported by an Australian laboratory



Vanadium Recovery

(Intellectual Property via Avanti Materials Ltd – NMT 100%)

Vanadium Recovery Project 1 via Recycling Industries Scandinavia AB (“RISAB”) – 87.1% NMT, 11.8 % Critical Metals Ltd and 1.1% EIT RawMaterials GmbH (option to increase to 19.9%)

Background

Neometals has developed a process to produce vanadium products for battery and aerospace alloying applications, from vanadium-bearing steel slag by-products. A Pilot trial and Feasibility Study indicated the potential for lowest-quartile operating costs⁴ and carbon-footprint, utilising conventional equipment at atmospheric pressure, mild temperatures, and standard construction materials. Avanti Materials Ltd (100% NMT), the intellectual property holding company, has seven (7) national phase patents pending.

Vanadium Recovery Project 1 (“VRP1”) – Finland

In September 2024 RISAB executed a project agreement with EIT RawMaterials GmbH (“EIT RawMaterials”) to support the development of the Finnish vanadium recovery project (“VRP1”). EIT RawMaterials provided €0.5M (c. A\$829k) in grant funding and become a minority shareholder in RISAB (1.1%) at a pre-money valuation of €50M (c. A\$82.9M)⁵ (“Pre-Money Valuation”) and has the option to subscribe for up to a further €10M in additional RISAB equity, at the Pre-Money Valuation.

During the period RISAB progressed a project financing process for equity and debt, with improved economics arising from an additional €15M conditional investment grant provided by the EU backed Finnish State NextGeneration fund and potential new 20% investment tax credit from the Finnish State.



Figure 3 – Schematic View of the proposed VRP1 Plant at Tahkoluoto Port, Pori, Finland

⁴ For full details refer to Neometals ASX announcement headlined “Vanadium Recovery Project Delivers Strong Feasibility Results” released on 8th March 2023

⁵ For full details refer to Neometals ASX announcement headlined “Finnish Vanadium Project receives EU supported capital injection” released on 16 September 2024

UPSTREAM EXPLORATION PROJECTS



Barrambie Titanium and Vanadium Project (Neometals 100%)

Background

Barrambie, located approximately 80km north-west of Sandstone in Western Australia ("WA"), is one of the largest vanadiferous titanomagnetite ("VTM") Mineral Resources globally (280.1 Mt at 9.18% TiO_2 and 0.44% V_2O_5)⁶, containing the world's second highest grade hard rock titanium Mineral Resource (53.6Mt at 21.17% TiO_2 and 0.63% V_2O_5).

Activity Summary

During the period, discussions advanced in relation to the separate divestment of the Barrambie titanium and vanadium Mineral Resources.



Barrambie Gold Project (Neometals 100%)

Background

The Barrambie Greenstone Belt ("BGB") has historically reported a production of ~27,000 ounces of gold in the early part of the last century, as recorded by the Western Australian Mines Department. Neometals has not conducted any gold exploration since acquiring the first tenement in 2003. A recent review of the historical public data highlighted that 90% of previous drilling for gold has largely been limited to less than 60m in depth, suggesting that the BGB is one of the most underexplored greenstone belts in the West Australian goldfields. Barrambie is proximal to a number of camp scale gold projects with existing processing infrastructure.

In September 2024, Neometals announced that the identified Exploration Target along the 40km strike of BGB within Neometals' tenure is between 8Mt at an average grade of 1.3g/t Au and 10.5Mt at an average grade of 2.3g/t Au, for an implied 335,000 ounces to 775,000 ounces gold⁷.

Activity Summary

During the period an Aboriginal Heritage survey was completed in preparation for NMT's inaugural gold drilling program. A Program of Work for the planned drilling has received regulatory approval from the West Australian Department of Energy, Mines, Industry Regulation and Safety and preparations are well advanced to commence the program during the March Q 2025.

⁶ For full details refer to Neometals ASX announcement headlined "Updated Barrambie Mineral Resource Estimate" released on 17th April 2018.

⁷ For full details refer to Neometals ASX announcement headlined "Barrambie Gold Exploration Target" released on 23rd September 2024

CORPORATE

Financial

Redivium Ltd (Formerly Hannans Limited) (ASX: RIL) ("Redivium") (Battery Recycling)

As at 31 December 2024, Neometals held 879,812,014 ordinary fully paid shares (~26% of the issued capital) in Redivium, on an undiluted basis. Redivium holds exclusive technology licences to Neometals' original LiB Recycling Technology in Italy, Greece and the Balkans, a non-exclusive licence in the United Kingdom and it is earning a 50% interest in an exclusive licence for Scandinavia held by Critical Metals Limited. During the period, Redivium announced to the ASX that its shares would be voluntarily suspended from trading and that it would assess the reinstatement of its shares to trading following the completion of its pro-rata non-renounceable entitlement offer.

Critical Metals Limited (Unlisted, Scandinavian Lithium/Cobalt/Base Metals)

Neometals holds ~18% of unlisted public company, Critical Metals Ltd, a company which holds an exclusive licence to Neometals' original LiB Recycling Technology in Scandinavia.

Finances

Cash and term deposits on hand as of 31 December 2024 totalled \$10.4 million. The Company has investments totalling \$8.6 million, with net receivables of \$2.3 million.

During the period the Company continued to decrease expenditure through various austerity measures. There has been a reduction in both administration costs and head count.

Issued Capital

During the period the Company issued:

- 821,269 ordinary shares to eligible employees, consultants and Non-executive Directors following the vesting and exercise of performance rights pursuant to the Neometals Ltd performance rights plan (2023: 6,060,793).
- 9,124,279 performance rights to Neometals employees, consultants and Non-executive Directors (2023: 4,375,765) for nil cash consideration.
- 145,793,499 ordinary shares through capital raisings (2023: 63,888,347).

During the period 1,428,586 performance rights were cancelled or lapsed relating to Neometals employees (2023: 1,941,429).

The total number of shares on issue as at 31 December 2024 was 769,425,084.

Dividends

Dividends issued during the half year period: nil (2023: nil).

Events Subsequent to Balance Date

On 5 February 2025, Neometals announced the commencement of the maiden gold drilling programme at Barrambie.

On 14 February 2025, Neometals announced EIT RawMaterials GmbH will provide a second tranche of grant funding amounting to €0.49M (A\$818K) to support the development of the Finnish Vanadium Recovery Project.

On 20 February 2025, Neometals announced the appointment of Mr Mark Boyne and Mr Giuliano Giordani to the role of Joint Company Secretary, effective 20 February 2025.

Other than stated above, no matters or circumstances have arisen since the end of the period that have significantly affected, or may significantly affect, the operations or state of affairs of the Group in subsequent periods.

Compliance Statement

The information in this report that relates to Mineral Resource Estimates for the Barrambie Vanadium/Titanium Project is extracted from the ASX Announcement listed below, which is also available on the Company's website at www.neometals.com.au.

17/04/2018	Barrambie – Updated Barrambie Mineral Resource Estimate
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The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements and that all material assumptions and technical parameters underpinning the estimates in the market announcements continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Persons' findings are presented have not been materially modified from the original market announcements.

Competent Persons Statement – Exploration Target

The information in this Report that relates to Exploration Targets is based on information compiled by Jeremy Peters. Mr Peters is a Director of Burnt Shirt Pty Ltd, a geological and mining consultancy, and has sufficient experience relevant to Western Australian orogenic gold mineralisation and to the reporting of Exploration Targets to qualify as a Competent Person as defined in the December 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Data compiled from historic WAMEX reports by the Neometals Exploration Team has been reviewed by Mr Peters, who has consented to the inclusion of the matters in this Report based on this information in the form and context in which it appears.

The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements and that all material assumptions and technical parameters underpinning the estimates in the market announcements continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Persons' findings are presented have not been materially modified from the original market announcement.

AUDITOR'S INDEPENDENCE DECLARATION

The auditor's independence declaration is included on page 9 of the half-year report.

Signed in accordance with a resolution of the Directors made pursuant to s.306(3) of the Corporations Act 2001.

On behalf of the Directors,



Christopher Reed
Managing Director
Perth, 13 March 2025

The Board of Directors
Neometals Ltd
Level 1/1292 Hay Street
West Perth WA 6005

13 March 2025

Dear Board Members

Auditor's Independence Declaration to Neometals Ltd

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the directors of Neometals Ltd.

As lead audit partner for the review of the half-year financial report of Neometals Ltd for the half-year ended 31 December 2024, 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



DELOITTE TOUCHE TOHMATSU



D K Andrews
Partner
Chartered Accountants

Independent Auditor's Review Report to the members of Neometals Ltd

Conclusion

We have reviewed the half-year financial report of Neometals Ltd (the "Company") and its subsidiaries (the "Group"), which comprises the condensed consolidated statement of financial position as at 31 December 2024, and the condensed consolidated statement of profit or loss and other comprehensive income, the condensed consolidated statement of cash flows and the condensed consolidated statement of changes in equity for the half-year ended on that date, notes to the financial statements, including material accounting policy information and other explanatory information, 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 accompanying half-year financial report of the Group does not comply with the *Corporations Act 2001*, including:

- Giving a true and fair view of the Group's financial position as at 31 December 2024 and of 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*.

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 Half-year Financial Report* section of our report. We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards) ("the Code") that are relevant to our audit of the 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.

Material Uncertainty Related to Going Concern

We draw attention to Note 1 in the financial report, which indicates that the Group has incurred losses after tax from continuing operations of \$11,299,099 and losses from discontinuing operations of \$90,326 (31 December 2023: \$20,768,546 and \$238,940 respectively) and experienced net cash outflows from operating and investing activities of \$9,762,709 (31 December 2023: \$15,927,888) for the half-year ended 31 December 2024. These conditions, along with other matters set forth in Note 1, indicate that a material uncertainty exists that may cast significant doubt over the Group's ability to continue as a going concern. Our review conclusion is not modified in respect of this matter.

Directors' Responsibilities for the Half-year Financial Report

The directors of the Company 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 gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Review of the Half-year 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 Group's financial position as at 31 December 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.



DELOITTE TOUCHE TOHMATSU



D K Andrews

Partner

Chartered Accountants

Perth, 13 March 2025

Directors' declaration

The Directors declare that:

- (a) in the Directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable;
- (b) in the Directors' opinion, the attached financial statements and notes thereto are in accordance with the *Corporations Act 2001*, including compliance with AASB 134 *Interim Financial Reporting* and giving a true and fair view of the financial position and performance of the consolidated entity.

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

On behalf of the Directors,

A handwritten signature in black ink, appearing to read 'C Reed'.

Christopher Reed
Managing Director
13 March 2025

Condensed consolidated statement of profit or loss and other comprehensive income for the half-year ended 31 December 2024

		31 Dec 2024	31 Dec 2023 (Represented)
		\$	\$
Continuing operations			
Foreign exchange (loss)/gain		150,517	(168,027)
Interest income		117,553	296,408
Other income		769,696	5,562
Employee expenses		(3,656,730)	(4,343,873)
Depreciation expenses		(143,925)	(244,813)
Finance costs		(61,949)	(23,795)
Occupancy expenses		(107,445)	(104,190)
Marketing expenses		(103,200)	(148,408)
Admin expenses		(1,494,700)	(1,444,448)
Other expenses		(2,054,687)	(1,317,108)
Research and development		-	(225,955)
Fair value adjustment of non-listed investments	8	-	(3,180,000)
Impairment expense on investment in associate	6	(2,173,748)	(3,249,808)
Impairment of loan to Joint Ventures	7	-	(2,329,458)
Write-off of abandoned patents		-	(493,899)
Share of loss in associates	6	(465,688)	(269,439)
Share of loss in Joint Ventures	7	(2,384,793)	(3,843,874)
Loss before income tax		(11,609,099)	(21,085,125)
Income tax benefit		310,000	316,579
Loss for the period from continuing operations		(11,299,099)	(20,768,546)
Discontinued operations			
Loss for the year from discontinuing operations		(90,326)	(238,940)
Loss for the year from continuing and discontinuing operations		(11,389,425)	(21,007,486)
Loss attributable to:			
Owners of the parent company		(11,408,050)	(21,007,486)
Non-Controlling Interest		18,625	-
Other comprehensive income		-	-
Total comprehensive loss attributable to owners of the Company for the period		(11,389,425)	(21,007,486)
Loss per share			
From continuing operations:			
Basic (cents per share)	11	(1.61)	(3.68)
Diluted (cents per share)	11	(1.61)	(3.68)
From continuing and discontinuing operations:			
Basic (cents per share)	11	(1.62)	(3.73)
Diluted (cents per share)	11	(1.62)	(3.73)

The condensed consolidated statement of profit and loss and other comprehensive income should be read in conjunction with the accompanying notes. * Refer to note 2 for details of re-presentation.

Condensed consolidated statement of financial position

as at 31 December 2024

	Note	31 Dec 2024 \$	30 June 2024 \$
Current assets			
Cash and cash equivalents		10,554,546	9,103,833
Trade and other receivables		2,008,123	967,858
Other financial assets	8	338,086	543,089
Total current ordinary assets		12,900,755	10,614,780
Assets classified as held for sale		20,026,050	20,214,451
Total current assets		32,926,805	30,829,231
Non-current assets			
Property, plant and equipment		313,621	421,485
Exploration and evaluation expenditure	5	454,980	-
Intangible assets		443,484	285,318
Investment in joint ventures	7	3,652,245	2,736,164
Investment in associates	6	-	2,639,437
Other financial assets	8	4,577,468	4,813,803
Right of use assets	14	318,870	409,026
Total non-current assets		9,760,668	11,305,233
Total assets		42,687,473	42,134,464
Current liabilities			
Trade and other payables		1,527,004	340,789
Provisions		653,568	954,044
Lease liability	14	508,386	128,296
Liabilities associated with the assets classified as held for sale		26,050	214,451
Total current liabilities		2,715,008	1,637,580
Non-current liabilities			
Provisions		16,506	39,132
Lease liability	14	3,731,837	3,982,625
Total non-current liabilities		3,748,343	4,021,757
Total liabilities		6,463,351	5,659,337
Net assets		36,224,122	36,475,127
Equity			
Issued capital	9	170,405,974	158,706,319
Reserves	10	1,157,375	2,290,951
Accumulated losses		(135,244,434)	(124,522,143)
Equity attributable to owners of the parent		36,318,915	36,475,127
Non-controlling interest		(94,793)	-
Total equity		36,224,122	36,475,127

This condensed consolidated 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 2024

	Issued Capital \$	Investment revaluation reserve \$	Other equity reserve \$	Share based payments reserve \$	Accumulated losses \$	Attributable to Owners of the parent \$	Non-Controlling Interest \$	Total equity \$
Balance as at 01/07/23	146,234,171	1,019,637	300,349	9,515,136	(63,548,569)	93,520,724	-	93,520,724
Loss for the period	-	-	-	-	(21,007,485)	(21,007,485)	-	(21,007,485)
Total comprehensive income for the period	-	-	-	-	(21,007,485)	(21,007,485)	-	(21,007,485)
Issue of share capital	12,131,024	-	-	-	-	12,131,024	-	12,131,024
Recognition of share-based payments	-	-	-	436,377	-	436,377	-	436,377
Recognition of issue of shares under the employee rights plan	1,277,479	-	-	(1,277,479)	-	-	-	-
Share issue costs, net of tax	(936,910)	-	-	-	-	(936,910)	-	(936,910)
Historic reserve clearing	-	(1,019,637)	(300,349)	(6,734,585)	8,054,571	-	-	-
Balance at 31/12/23	158,705,764	-	-	1,939,449	(76,501,483)	84,143,730	-	84,143,730
Balance as at 01/07/24	158,706,319	-	-	2,290,951	(124,522,143)	36,475,127	-	36,475,127
Loss for the period	-	-	-	-	(11,408,050)	(11,408,050)	18,625	(11,389,425)
Total comprehensive income for the period	-	-	-	-	(11,408,050)	(11,408,050)	18,625	(11,389,425)
Issue of share capital	11,609,714	-	-	-	-	11,609,714	-	11,609,714
Recognition of non-controlling interest	-	-	-	-	-	-	(113,418)	(113,418)
Recognition of share-based payments	-	-	-	518,466	-	518,466	-	518,466
Recognition of issue of shares under the employee rights plan	368,578	-	-	(368,578)	-	-	-	-
Performance rights cancellation	-	-	-	(1,448,820)	1,204,217	(244,603)	-	(244,603)
Share issue costs	(278,637)	-	-	-	-	(278,637)	-	(278,637)
Translation reserve and adjustment to Retained Earnings	-	-	165,356	-	(518,459)	(353,102)	-	(353,102)
Balance at 31/12/24	170,405,974	-	165,356	992,019	(135,244,435)	36,318,915	(94,793)	36,224,122

This condensed consolidated 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 2024

	31 Dec 2024 \$	31 Dec 2023 (Re-presented*) \$
Cash flows from operating activities		
Research and development refund	-	591,752
Payments to suppliers and employees	(6,303,990)	(8,811,219)
Payments to suppliers - Discontinued operations	(6,437)	(89,079)
Net cash used in operating activities	(6,310,427)	(8,308,546)
Cash flows from investing activities		
Payments for exploration and evaluation	(454,980)	(186,846)
Payments for exploration and evaluation - discontinued operations	(38,667)	(2,667,413)
Payments for intangible assets	(31,242)	(26,598)
Receipts for property, plant & equipment	25,950	(20,348)
Payments for property, plant & equipment - discontinued operations	-	(14,748)
Payments for equity investments	-	(60,000)
Proceeds from equity investments	16,352	134,060
Interest received	117,553	296,408
Cash at the beginning of the financial year - RISAB	213,627	-
Capital contributions to joint ventures	(3,300,875)	(3,929,900)
Loan to joint venture	-	(1,143,957)
Net cash used in investing activities	(3,452,282)	(7,619,342)
Cash flows from financing activities		
Interest and other finance costs paid	(22,431)	(34,397)
Lease Payments	(155,887)	(94,860)
Lease payments- discontinued operations	(37,945)	(46,517)
Capital Raising	11,609,714	12,131,024
Transaction costs related to issues of shares	(278,913)	(936,910)
Net cash received / (used) in financing activities	11,114,538	11,018,340
Net decrease in cash and cash equivalents	1,351,829	(4,909,548)
Cash and cash equivalents at the beginning of the period	9,127,777	24,438,695
Effects of exchange rate changes on the balance of cash	110,890	(168,026)
Cash and cash equivalents at the end of the period	10,590,496	19,361,121
Less Cash and Cash equivalents at the end of the financial year-discontinued operation	(35,950)	(68,975)
Cash and cash equivalents at the end of the period	10,554,546	19,292,146

This condensed consolidated statement of cash flows should be read in conjunction with the accompanying notes. * Refer to note 2 for details of re-presentation.

Index to notes to the condensed consolidated financial statements

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Notes to the condensed consolidated financial statements

1. Significant accounting policies

Statement of compliance

The half-year financial report is a general purpose financial report prepared in accordance with the Corporations Act 2001 and AASB 134 *Interim Financial Reporting*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'. The half-year financial report does not include notes of the type normally included in an annual financial report and shall be read in conjunction with the most recent annual financial report.

Basis of preparation

The condensed consolidated financial statements have been prepared on the basis of historical cost, except for the revaluation of certain non-current assets and financial instruments. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted.

The accounting policies and methods of computation adopted in the preparation of the half-year financial report are consistent with those adopted and disclosed in the Company's 2024 annual financial report for the financial year ended 30 June 2024. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

New accounting standards

The Group has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board that are relevant to their operations and are effective for the current financial reporting period. These standards did not have any significant impact on the Group's financial statements.

Going concern

The Directors believe that Neometals Ltd will continue as a going concern and as a result the financial statements have 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 normal course of business.

The Group incurred losses after tax from continuing operations of \$11,299,099 and losses from discontinuing operations of \$90,326 (31 December 2023: \$20,768,546 and \$238,940 respectively) and experienced net cash outflows from operating and investing activities of \$9,762,709 (31 December 2023: \$15,927,888) for the period ended 31 December 2024. As at 31 December 2024 the Group had cash and cash equivalents of \$10,554,546 (30 June 2024: \$9,103,833) and net current assets of \$30,211,797 (30 June 2024: \$29,191,651).

During the period ended 31 December 2024, the Group has continued to progress its strategy of developing a portfolio of sustainable processing solutions that recycle and recover critical materials from high-value waste streams. Priority focus has been on advancing the patented Lithium-ion battery recycling technology in Primobius GmbH (Neometals 50% interest) ("Primobius").

The Directors recognise that additional funding will be required to meet the Group's minimum expenditure commitments.

In light of the above, the Directors have prepared a cash flow forecast to 31 March 2026. This forecast includes the necessary minimum expenditures to maintain the Group's assets in good standing, meet its obligations and commitments, continue its cost reduction strategy, and manage available working capital. Excluded from this cashflow forecast are any further capital contributions to Primobius beyond February 2025, as subsequent contributions have not yet been committed by the participants.

The Group's cash flow forecast indicates a minimum funding requirement of A\$3 million will be required progressively from December 2025 by way of equity, sale of assets, debt, or other forms of funding to continue to meet its cashflow requirements and strategic objectives through to 31 March 2026. In the event Neometals decides to make further Primobius capital contributions over the forecast period, additional funding may be required prior to December 2025.

This cashflow forecast does not currently assume cash inflows from the potential sale of non-core assets as the timing is uncertain. However, the Directors are confident additional liquidity will be generated following the completion of a successful divestment program. As it is the directors' expectation that the additional funding will be secured within the required timeframes, the Directors reasonably believe that they will achieve the matters set out above and therefore the going concern basis of preparation is appropriate.

Should the Group be unable to achieve the additional funding referred to above, there is a material uncertainty that may cast significant doubt as to whether the Group will be able to continue as a going concern and, therefore, whether it will realise its assets and discharge its liabilities in the normal course of business.

No adjustments have been made to the financial statements relating to the recoverability and classification of recorded asset amounts or to the amounts and classification of liabilities that might be necessary should the Group not continue as a going concern.

2. Discontinued operations

During the year, the Board approved the divestment of the 100% owned Barrambie Titanium/Vanadium Project. Activities have focussed on the divestment of the project, with interest from third parties to acquire the asset. The results of the discontinued operation which have been included in the financial statements for the year were as follows:

	December 2024 \$	December 2023 \$ (Re-presented ⁱ)
Results of discontinued operations		
Loss from discontinued operations	(90,326)	(238,940)
Cash flows from discontinued operations		
Cashflows from operating activities	(6,437)	(89,079)
Cashflows from investing activities	(38,667)	(2,682,161)
Cashflows from financing activities	(37,945)	(46,517)
Effect on the financial position of the group		
Assets classified as held for sale	20,026,050	-
Liabilities associated with the assets classified as held for sale	(26,050)	-

- i) The 2023 financial year expenses and cashflows related to the Barrambie Project have been re-presented to discontinued operations due to the business unit being transferred to held for sale in the current period.

The impact of the adjustment is as follows:

	As previously reported \$	Discontinued operations adjustment \$	As re- represented adjustment \$
Impact on loss for the year			
Occupancy expenses	(129,066)	24,877	(104,189)
Finance costs	(34,397)	10,602	(23,795)
Other expenses	(2,965,017)	203,461	(2,761,556)
Loss from discontinued operations	-	(238,940)	(238,940)
Impact on cashflows for the year			
Payments to suppliers and employees	(8,900,298)	89,079	(8,811,219)
Payments to suppliers – discontinued operations	-	(89,079)	(89,079)
Payments for property, plant & equipment	(35,097)	14,748	(20,349)
Payments for property, plant & equipment – discontinued operations	-	(14,748)	(14,748)
Payments for exploration and evaluation	(2,854,259)	2,667,413	(186,846)
Payments for exploration and evaluation – discontinued operations	-	(2,667,413)	(2,667,413)
Lease payments	(141,378)	46,517	(94,861)
Lease payments – discontinued operations	-	(46,517)	(46,517)

3. Segment information

Basis for segmentation:

AASB 8 *Operating Segments* requires the presentation of information based on the components of the Group that management regularly reviews for its operational decision making. This review process is carried out by the chief operating decision maker ("CODM") for the purpose of allocating resources and assessing the performance of each segment. The amounts reported for each operating segment is the same measure reviewed by the CODM in allocating resources and assessing performance of that segment.

For management purposes the Company operates under three reportable operating segments comprised of the Company's lithium, titanium/vanadium and 'other' segments. The lithium, titanium/vanadium and 'other' operating segments are separately identified given they possess different competitive and operating risks, and meet the quantitative criteria as set out in AASB 8. The 'other' segments category is the aggregation of all remaining operating segments given sufficient reportable operating segments have been identified.

For the six months ended 31 December 2024

Reportable operating segments	Lithium	Titanium & Vanadium	Other	Corporate	Total
	\$	\$	\$	\$	\$
Other income	-	777,453	-	164,783	942,236
Impairment of Joint Venture and associates	-	-	(2,173,748)	-	(2,173,748)
Loss on disposal of subsidiary	-	-	-	-	-
Share of Loss of JV and associates	(2,384,793)	-	(465,688)	-	(2,850,481)
Depreciation	-	(3,749)	-	(140,176)	(143,925)
Total expenses	(28,589)	(1,045,150)	(55,149)	(6,254,293)	(7,383,181)
Profit/(loss) before tax	(2,413,382)	(271,446)	(2,694,585)	(6,229,686)	(11,609,099)
Loss from discontinued operations	-	(90,326)	-	-	(90,326)
Income tax benefit	-	-	-	310,000	310,000
Consolidated loss after tax	(2,413,382)	(361,772)	(2,694,585)	(5,919,686)	(11,389,425)

As at 31 December 2024

Reportable operating segments	Lithium	Titanium & Vanadium	Other	Corporate	Total
	\$	\$	\$	\$	\$
Increase/(decrease) in segment assets	850,373	815,776	(2,694,601)	1,581,462	553,010
Total segment assets	3,595,367	1,345,509	4,681,683	13,038,864	22,661,423
Assets classified as held for sale	-	20,026,050	-	-	20,026,050
Total assets	3,595,367	21,371,559	4,681,683	13,038,864	42,687,473

3. Segment information (continued)

For the six months ended 31 December 2023

Reportable operating segments	Lithium	Titanium & Vanadium	Other	Corporate	Total
	\$	\$	\$	\$	\$
Other income	-	-	-	301,970	301,970
Impairment of Joint Venture and associates	-	-	(8,759,266)	-	(8,759,266)
Loss on disposal of subsidiary	-	-	-	-	-
Share of Loss of JV and associates	(2,111,867)	(1,732,008)	(269,439)	-	(4,113,314)
Depreciation	-	(96,147)	-	(148,664)	(244,811)
Total expenses	(408,470)	(1,060,144)	(162,324)	(6,877,705)	(8,508,643)
Profit/(loss) before tax	(2,520,337)	(2,888,299)	(9,191,029)	(6,724,399)	(21,324,064)
Income tax benefit	-	-	-	316,579	316,579
Consolidated loss after tax	(2,520,337)	(2,888,299)	(9,191,029)	(6,407,820)	(21,007,485)

As at 31 December 2023

Reportable operating segments	Lithium	Titanium & Vanadium	Other	Corporate	Total
	\$	\$	\$	\$	\$
Increase/(decrease) in segment assets	(1,497,541)	2,052,351	(6,934,960)	(4,680,577)	(11,060,727)
Total segment assets	4,502,949	50,849,274	8,356,670	22,973,941	86,682,834
Total assets	4,502,949	50,849,274	8,356,670	22,973,941	86,682,834

4. Dividends

No dividends were paid to the holders of fully paid ordinary shares during the half-year period (31 December 2023: nil).

5. Exploration and evaluation expenditure

	31 December 2024	30 June 2024
	\$	\$
Opening carrying value	-	47,364,711
Additions	454,980	3,474,348
Remeasurement for fair value less cost of disposal	-	(30,558,282)
Balance transferred to asset held for sale	-	(25,388,163)
Impairment expense	-	5,107,386
Closing carrying value	454,980	-

The recovery of exploration expenditure carried forward is dependent upon the discovery of commercially viable mineral and other natural resource deposits, their development and exploration, or alternatively their sale.

6. Investment in associates

Name of operation	Principal activity	Interest	
		31 December 2024	30 June 2024
		%	%
Redivium Limited (formerly Hannans Ltd) ⁽ⁱ⁾	Lithium-ion battery recycling	25.86	26.09

The Consolidated Entity's interest in assets employed in the above associate is detailed below.

(i) Redivium Limited

The associate is accounted for using the equity method in this condensed consolidated financial report.

Summarised financial information for the associate:

	31 December 2024	30 June 2024
	\$	\$
Opening carrying value of investment in associate	2,639,437	9,677,933
Shares purchased	-	-
Share of loss of associate recognised in profit or loss ⁽ⁱⁱ⁾	(465,689)	(438,965)
Impairment expense ⁽ⁱⁱⁱ⁾	(2,173,748)	(6,599,531)
Closing carrying value of investment in associate	-	2,639,437

(i) The equity accounted share of the associate's loss is credited against the carrying value of the investment in the associate.

(ii) Share of loss at 31 December 2024 was \$465,689.

(iii) In the current period, the value of the investment in associate has been impaired down to nil resulting in a \$2,173,748 expense (2023: \$6,599,531).

Shares held in associate are set out in the table below.

	31 December 2024	30 June 2024
	No.	No.
Shares held in Redivium Limited	879,812,014	879,812,014

7. Investment in joint venture

Name of operation	Principal activity	Interest	
		31 December 2024	30 June 2024
		%	%
Primobius GmbH ⁽ⁱ⁾	Lithium Battery Recycling	50	50

The above joint venture is accounted for using the equity method in this condensed consolidated financial report.

(i) Primobius GmbH

On 31 July 2020, Neometals and SMS group GmbH entered into a formal agreement to establish a 50:50 JV ('Primobius GmbH') to commercialise Neometals proprietary lithium battery recycling process.

Summarised financial information for the joint venture:

Opening balance of investment in joint venture

Capital contributions

Share of loss of joint venture recognised in profit or loss

Carrying value of investment in the joint venture

31 December 2024	30 June 2024
\$	\$
2,666,450	4,699,280
3,300,875	4,124,491
(2,380,709)	(6,157,321)
3,586,616	2,666,450

Primobius GmbH Summary Balance Sheet

Current assets^(a)

Non-current assets

Current liabilities

31 December 2024	30 June 2024
\$	\$
5,576,338	2,195,514
6,716,905	7,028,391
(3,226,327)	(3,788,294)

Primobius GmbH Summary Profit and Loss

Revenue

Expenses^(b)

Loss from continuing operations

Share of loss of joint venture recognised in profit or loss

31 December 2024	31 December 2023
\$	\$
820,530	10,046,725
(5,581,946)	(14,082,400)
(4,761,416)	(4,035,675)
(2,380,709)	(2,017,837)

(a) The current asset balance is inclusive of cash and cash equivalents of \$5,337,645 (30 June 2024: \$1,688,116)

(b) The expenses balance is inclusive of depreciation of \$1,227,784 (31 December 2023: \$1,265,322)

7. Investment in joint venture (continued)

Name of operation	Principal activity	Interest	
		31 December 2024	30 June 2024
		%	%
Reed Advanced Materials Pty Ltd ⁽ⁱⁱ⁾	Evaluation of lithium hydroxide process	70	70

The above joint venture is accounted for using the equity method in this consolidated financial report.

(ii) Reed Advanced Materials Pty Ltd (RAM)

On 6 October 2015 Neometals and Process Minerals International Pty Ltd entered into a shareholders agreement for the purposes of establishing and operating a joint venture arrangement through RAM to operate a business of researching, designing and developing the capabilities and technology relating to the processing of lithium hydroxide. Following the execution of the shareholders agreement RAM was held 70:30 between Neometals and PMI.

Summarised financial information for the joint venture:

Carrying value of investment in the joint venture

Opening loan to joint venture

Loan to joint venture during the period

Impairment of loan to joint venture

Closing loan to joint venture

Share of loss of joint venture not recognised in profit or loss

31 December 2024	30 June 2024
\$	\$
1	1
-	-
-	1,143,956
-	(1,143,956)
-	-
(350,710)	(1,192,497)

Reed Advanced Materials Pty Ltd Summary Balance Sheet

Current assets

Non-current assets

Current liabilities

Non-current liabilities

31 December 2024	30 June 2024
\$	\$
941,474	1,475,676
659,241	601,304
(7,722,095)	(6,147,087)
-	-

Reed Advanced Materials Pty Ltd Summary Profit and Loss

Revenue

Expenses

Loss from continuing operations

Share of loss of joint venture not recognised in profit or loss

31 December 2024	31 December 2023
\$	\$
-	-
(501,014)	(1,942,046)
(501,014)	(1,942,046)
(350,710)	(1,359,432)

7. Investment in joint venture (continued)

Name of operation	Principal activity	Interest	
		31 December 2024 %	30 June 2024 %
ACN 630 589 507 Pty Ltd ⁽ⁱⁱⁱ⁾	Lithium-ion battery recycling IP	50	50

The Consolidated Entity's interest in assets employed in the above joint ventures is detailed below.

(iii) ACN 630 589 507 Pty Ltd

On 8 December 2022, Neometals issued 50% equity interest in battery recycling IP holding company, ACN 630 589 507 Pty Ltd ("ACN 630"), to SMS group GmbH on an unconditional basis. As a result of this, ACN 630 left the Neometals consolidated Group, due to a loss of control event.

Summarised financial information for the joint venture:

Opening balance of investment in joint venture
 Capital contributions
 Share of loss of joint venture recognised in profit or loss
 Carrying value of investment in the joint venture

31 December 2024 \$	30 June 2024 \$
69,714	106,801
-	60,000
(4,086)	(97,087)
65,628	69,714

ACN 630 589 507 Pty Ltd Summary Balance Sheet

Current assets
 Non-current assets
 Current liabilities
 Non-current liabilities

31 December 2024 \$	30 June 2024 \$
23,491	57,124
311,739	286,277
(333,598)	(333,600)
-	-

ACN 630 589 507 Pty Ltd Summary Profit and Loss

Revenue
 Expenses
 Loss from continuing operations
 Share of loss of joint venture recognised in profit or loss

31 December 2024 \$	31 December 2024 \$
-	-
(8,169)	(188,058)
(8,169)	(188,058)
(4,086)	(94,029)

8. Other financial assets

	31 December 2024 \$	30 June 2024 \$
Current		
Financial assets measured at FVTPL ⁽ⁱ⁾	338,086	543,089
Total Current	338,086	543,089
Non-current		
Financial assets measured at FVTPL ⁽ⁱⁱ⁾	3,773,222	3,769,028
Convertible note measured at FVTPL ⁽ⁱⁱⁱ⁾	804,246	749,063
Rental bond term deposit	-	295,712
Total non-current	4,577,468	4,813,803
Total	4,915,554	5,356,892

- (i) The Group has invested in a portfolio of listed shares which are held for trading. Financial assets at FVTPL are measured at fair value at the end of each reporting period, with any fair value gains or losses recognised in profit or loss. The valuation technique and key inputs used to determine the fair value are quoted bid prices in an active market.
- (ii) The Group has invested in a portfolio of non-listed shares which are not actively traded. As (unadjusted) quoted prices in active markets are unavailable, consideration is given to precedent transactions involving the sale of the relevant company's shares, as a basis to assess the value of the equity investment. Neometals will continue to monitor each the company's progress and assess whether impairment reversals may occur in future reporting periods.
- (iii) The Group has invested US\$500,000 in a financing round for private US start up, Tyfast Energy Corp. The investment is by way of convertible note providing the Group with the ability to obtain a minority equity stake in Tyfast.

9. Share capital

During the half-year reporting period, Neometals Ltd issued the following share capital:

821,269 ordinary shares to eligible employees, consultants and Non-executive Directors following the vesting and exercise of performance rights pursuant to the Neometals Ltd performance rights plan (2023: 6,060,793).

145,793,499 shares via capital raisings (2023: 63,888,347).

9. Share capital (continued)

	31 December 2024 \$	30 June 2023 \$
769,425,084 fully paid ordinary shares (30 June 2024: 622,810,316)	170,405,974	158,706,319

	31 December 2024		30 June 2024	
	No.	\$	No.	\$
Fully paid ordinary shares				
Balance at beginning of financial year	622,810,316	158,706,319	552,741,176	146,234,171
Capital raising	145,793,499	11,609,714	63,888,347	12,131,024
Other share based payments	821,269	368,578	6,180,793	1,299,763
Share issue costs	-	(278,637)	-	(958,639)
Balance at the end of the financial year	769,425,084	170,405,974	622,810,316	158,706,319

Fully paid ordinary shares carry one vote per share and carry the right to dividends.

Share options

During the 6 months to 31 December 2024 no share options over the Company's ordinary shares were issued during the reporting period (2023: Nil).

Performance rights

During the 6 months to 31 December 2024 the Company issued 9,124,279 performance rights to Neometals employees, consultants and Non-executive Directors (2023: 4,375,765) for nil cash consideration. These performance rights may result in the issue of a total of 9,124,279 shares if the applicable vesting and performance criteria are satisfied over the vesting period.

During the 6 months to 31 December 2024 1,428,586 performance rights were cancelled or lapsed relating to Neometals employees (2023: 1,941,426).

Performance rights were priced using a Monte Carlo pricing model. Where relevant, the expected life used in the model has been adjusted based on management's best estimate for the effects of non-transferability, exercise restrictions (including the probability of meeting market conditions attached to the performance rights), and behavioural considerations. The following assumptions were used for the valuation of performance rights issued:

Valuation date	05 December 2024
Vesting date	30 June 2027 and/or 31 December 2027
Share price	\$0.081
Expected volatility	73%
Expected life	2.57 – 3.07 years
Risk-free rate	3.83% - 3.81%
Expected dividend yields	0.00%

10. Reserves

	31 December 2024 \$	30 June 2024 \$
Share based payments reserve:		
Balance at the beginning of the financial year	2,290,951	9,515,136
Increase/ (Decrease) in share based payments	518,466	894,935
Amounts transferred to share capital on exercise	(368,578)	(1,299,763)
Performance Rights cancellation	(1,448,820)	-
Historical reserve clearing ⁽ⁱ⁾	-	(6,819,357)
Balance at the end of the financial year	992,019	2,290,951
Other reserve:		
Balance at the beginning of the financial year	-	300,349
Increase in translation reserve ^(iv)	165,356	-
Historical reserve clearing ⁽ⁱⁱ⁾	-	(300,349)
Balance at the end of the financial year	165,356	-
Investment revaluation reserve:		
Balance at the beginning of the financial year	-	1,019,637
Historical reserve clearing ⁽ⁱⁱⁱ⁾	-	(1,019,637)
Balance at the end of the financial year	-	-
Total Reserves	1,157,375	2,290,951

- i) At 31 December 2024, the value of the reserve is reflective of the current performance rights in existence. The remaining amount has been transferred to accumulated losses.
- ii) In August 2013 former Chairman, David Reed, committed to provide a standby facility to support the Company's working capital position. As a result, and following shareholder approval, 2 million convertible notes were issued to David Reed that were converted into 50,000,000 fully paid ordinary shares in November 2015. At 30 June 2024, these historical amounts were cleared from the reserve to accumulated losses.
- iii) The investments revaluation reserve represents historical gains and losses which had accumulated under a previous policy of revaluing available-for-sale financial assets in other comprehensive income and which ceased on 30 June 2017. At 30 June 2024, these historical amounts were cleared from the reserve to accumulated losses.
- iv) 1 July 2024 RISAB translation reserve.

11. Loss per share

	31 December 2024 Cents per share	31 December 2023 Cents per share
Basic loss per share:		
Continuing operations	(1.61)	(3.68)
Continuing and discontinued operations	(1.62)	(3.73)
Diluted loss per share:		
Continuing operations	(1.61)	(3.68)
Continuing and discontinued operations	(1.62)	(3.73)

Basic and diluted loss per share

The profit / (loss) and weighted average number of ordinary shares used in the calculation of basic and diluted loss per share are as follows:

	31 December 2024 \$	31 December 2023 \$
Loss ^(a)		
Continuing operations	(11,299,605)	(20,768,546)
Continuing and discontinued operations	(11,389,425)	(21,007,485)
	No.	No.
Weighted average number of ordinary shares for the purpose of basic loss per share	702,291,605	563,833,235
Weighted average number of ordinary shares for the purpose of diluted loss per share	702,291,605	563,833,235

(a) Profit / (loss) used in the calculation of loss per share reconciles to profit / (loss) for the period.

12. Commitments

(a) Exploration and evaluation commitments

Tenement commitments for the Group total \$722,486 as at 31 December 2024 (2023: \$719,141).

13. Contingent liabilities

The Company is defending legal proceeding CIV 2016 of 2020 in the Supreme Court of Western Australia (Proceeding) commenced by Roseland Capital Pty Ltd and Mr Murray Ward (collectively, the Ward Parties). The Ward Parties claim that the Company is liable to pay amounts under an alleged contract. They also seek damages from Neometals for alleged breaches of contract and breaches of the Australian Consumer Law. The Ward Parties' claims relate to the Mt Marion Lithium Project Offtake and Equity investment by Ganfeng Lithium in 2015.

The Company denies any liability and that the Ward Parties are entitled to the relief claimed or any relief. It considers that the Ward Parties' claims do not have merit. The Company will continue to defend the Ward Parties' claims vigorously.

As at the date of this report, the Proceeding remains on foot and a date is yet to be set for trial. An estimate of the financial effect of this matter has not been provided by the Company because it is not practicable to do so.

14. Leases

Leasing arrangements

Leases relate to the lease of commercial premises in West Perth, and a photocopier. The lease agreement for the Company's West Perth premises was entered into on 1 July 2023 for a 36-month period expiring on 30 June 2026. The lease of a photocopier is for a period of 48 months expiring in June 2027. On 1 January 2022, Recycling Industries Scandinavia AB (RISAB) entered into a land lease agreement with the Port of Pori until 31 December 2035, which has been included due to the consolidation of RISAB, now that Neometals Ltd has control. The right of use asset related to this land use agreement has been impaired.

	31 December 2024		
	Land & Buildings	Equipment	Total
	\$	\$	\$
Cost	4,280,693	14,359	4,295,052
Accumulated Depreciation	(1,204,023)	(5,385)	(1,209,408)
Impairment	(2,766,774)	-	(2,766,774)
Carrying Amount	309,896	8,974	318,870
Lease liability			
	Land & Buildings	Equipment	Total
	\$	\$	\$
Current	504,809	3,577	508,386
Non-current	3,725,926	5,911	3,731,837
Total	4,230,735	9,488	4,240,223

	30 June 2024		
	Land & Buildings	Equipment	Total
	\$	\$	\$
Cost	4,265,755	14,359	4,280,114
Accumulated Depreciation	(1,100,724)	(3,590)	(1,104,313)
Impairment	(2,766,774)	-	(2,766,774)
Carrying Amount	398,257	10,769	409,026
Lease liability			
	Land & Buildings	Equipment	Total
	\$	\$	\$
Current	124,856	3,440	128,296
Non-current	3,974,890	7,735	3,982,625
Total	4,099,746	11,175	4,110,921

14. Leases (continued)

	31 December 2024	31 December 2023
	\$	\$
Amounts recognised in profit and loss		
Depreciation expense on right-of-use asset	105,094	153,769
Interest expense on lease liabilities	152,573	34,397
	257,667	188,166

15. Events subsequent to balance date

On 5 February 2025, Neometals announced the commencement of the maiden gold drilling programme at Barrambie.

On 14 February 2025, Neometals announced EIT Raw Materials GmbH will provide a second tranche of grant funding amounting to €0.49M (A\$818K) to support the development of the Finnish Vanadium Recovery Project.

On 20 February 2025, Neometals announced the appointment of Mr Mark Boyne and Mr Giuliano Giordani to the role of Joint Company Secretary, effective 20 February 2025.

Other than stated above, no matters or circumstances have arisen since the end of the period that have significantly affected or may significantly affect the operations or state of affairs of the Group in subsequent periods.