



Lake Resources NL

ABN 49 079 471 980

**Half-Year Financial Statements
For the six months ended 31 December 2025**

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Lake Resources NL
Directors' report
For the half-year ended 31 December 2025

The Directors present their report, together with the financial statements, on the Consolidated entity (referred to hereafter as "Lake" the "Company" or "Consolidated entity") consisting of Lake Resources NL (referred to hereafter as "parent entity") and the entities it controlled at the end of, or during, the six months ended 31 December 2025.

Directors

The following were Directors of the Company during the whole of the period and up to the date of this report, unless otherwise stated:

S. Crow, Non-Executive Chairman
D. Dickson, Managing Director and Chief Executive Officer
R. Trzebski, Non-Executive Director

Principal activities

During the period the principal continuing activities of the Consolidated entity consisted of:

- Completed the Kachi Project ("Kachi", "Kachi Project" or "Project") Phase One Defined Feasibility Study ("DFS") Addendum ("DFS Addendum") with Hatch Engineering which resulted in lower Capex and Opex estimates driven by the completion of an internal value engineering study, improved Direct Lithium Extraction ("DLE") technology, optimized well plan and reagent use, and higher brine grades, reaffirming a robust financial NPV for the Kachi Project with a 22.5% pre-tax IRR and a 4.5 year payback¹;
- Completed an Updated Lithium Ore Reserve ("Updated Ore Reserve") estimate² for the Kachi Project to deliver a 25,000 tonnes per annum ("tpa") operation with fewer wells, higher lithium grades and higher lithium recovery rates, with 98% of production derived from Measured Resources, which followed a Resource Update³ in the prior reporting period that included materially increased Measured and Indicated Resources by approximately 10% or 0.9 Mt lithium carbonate equivalent ("LCE") to 8.2 Mt LCE of 7.3 Mt LCE and updated total resource of 11.1 Mt⁴ of LCE over 275 square kilometers, which ranks as one of the largest lithium assets in the Lithium Triangle;
- Continued to engage with local officials and in close coordination with the Catamarca Environmental and Mining Ministries in Argentina to finalise review and approval of Kachi's Exploitation Environmental Impact Assessment ("EIA");
- Received Ramsar site zonification formal approval, with the Carachi Pampa lagoon designated as Zone 3 ("Z3"), allowing for regulated productive use within the applicable environmental framework⁵;
- Successful completion of the Front-End Engineering Design ("FEED") study by YPF Luz for the delivery of power to Kachi showing that grid power is a viable solution to meeting Kachi's power demands and a critical de-risking milestone⁶ and continued to evaluate alternative energy solutions to further reduce Kachi's operating costs through lower power costs; and
- Completed a strongly supported capital raise of approximately \$12.0 million⁷, excluding costs, and raised \$3.7 million through utilization of the Company's ATM subscription which significantly increased liquidity and financial flexibility to advance the Kachi Project⁸.

Dividends

There were no dividends paid, recommended or declared during the current or previous financial period.

Review of operations

The loss from ordinary activities after income tax for the six months ended 31 December 2025 amounted to \$13,048,353 (2024: \$5,688,426).

¹Refer to ASX Announcement dated 4 August 2025.

²Refer to ASX Announcement dated 4 August 2025.

³Refer to ASX Announcement dated 14 May 2025.

⁴See pages 6 - 9 for full breakdown of Measured, Indicated and Inferred Resources and Ore Reserves.

⁵Refer to ASX Announcement dated 18 December 2025.

⁶Refer to ASX Announcement dated 2 July 2025.

⁷Refer to ASX Announcement dated 18 August 2025.

⁸Refer to ASX Announcements dated 23 July 2025 and 18 August 2025.

Lake Resources NL
Directors' report
For the half-year ended 31 December 2025

Corporate strategy

Lake continues to make significant operational progress on its flagship Kachi Project. Recent milestones during the reporting period and through the date of this report included completion of FEED related to power delivery feasibility (refer to ASX announcement dated 2 July 2025), release of an Updated Lithium Ore Reserve statement (refer to ASX announcement dated 4 August 2025), and completion of the Kachi Phase One DFS Addendum (refer to ASX announcement dated 4 August 2025).

While not controlling the final EIA approval timelines, Lake has been diligently progressing the EIA with the Catamarca Government authorities including the Catamarca Ministries of Environment and Mining, and anticipates approval of the EIA in the first half of the 2026 calendar year. Lake has participated in multiple engagement sessions with the Catamarca Government authorities with respect to their evaluation of the EIA application, and is proactively supporting the Catamarca Mining Ministry by providing hydrological, ecological, and socio-environmental data to ensure that all environmental factors are properly evaluated, documented and understood by regulatory authorities and local stakeholders. Technical collaboration during the reporting period has also continued with independent subject matter experts sourced by the Catamarca Government authorities to align environmental baselines and mitigation strategies with provincial expectations, particularly in relation to Ramsar-designated wetland zonification within Kachi. During the reporting period, the Ramsar site zonification was received (refer to ASX announcement dated 18 December 2025), marking another key milestone. Early in the calendar year 2026, the Company will continue to engage with the Catamarca Ministry of Mining through project updates and ongoing EIA technical review discussions.

Lake has continued advancing power supply planning for Kachi as well as evaluating energy solutions to ensure long-term reliability, cost efficiency, and sustainability of site operations. Engagement with provincial authorities and local communities remains a priority to ensure that the selected power strategy aligns with regional development goals, environmental standards, and community energy needs, reinforcing Lake's commitment to responsible and inclusive infrastructure development in Catamarca.

The Company, in conjunction with Goldman Sachs, is continuing to actively conduct outreach to a wide array of potential strategic partners to support the strategic delivery and maximize value of Kachi. The macro lithium market challenges into calendar year 2025 have delayed these efforts, however, the outlook for Lake and the lithium sector is extremely positive and the Company will continue efforts to secure equity investments and offtake agreements. The timeline for awarding engineering, construction, power and other agreements to finalise the design and construction program for Kachi may also be impacted by the timing and outcome of the strategic partnering process, given that the type of strategic partner ultimately selected could influence these decisions. Final investment decision ("FID") would be expected to follow approximately nine to twelve months thereafter.

Operational results and Financial position

The Consolidated statement of financial position remains strong and positioned to support Lake's exploration and development agenda with cash reserves of \$15,325,899 (inclusive of term deposit) as at 31 December 2025, with no debt.

During the reporting period, the Company utilised its ATM subscription in which proceeds of \$2,100,000 were received on 24 July 2025 (refer to ASX announcement dated 23 July 2025) for the issuance of 65,000,000 ordinary shares and proceeds of \$1,575,000 were received on 15 August 2025 (refer to ASX announcement dated 18 August 2025) for the issuance of 41,000,000 ordinary shares, inclusive of costs.

Also during the reporting period, the Company announced a capital raise of approximately \$12,000,000 ("Placement") (refer to ASX announcement dated 18 August 2025), with proceeds of \$9,546,302 that were received on 25 August 2025 and proceeds of \$2,453,578 that were received on 13 October 2025, before costs. Investors participating in the Placement were offered one (1) Option for every two (2) shares acquired in the Placement. The Company also rewarded existing shareholders with the issue of Bonus Loyalty Options based on one (1) Option for every ten (10) shares held at a record date of 17 October 2025.

Lithium prices have experienced a significant increase of over 70% since the last reporting period and through the date of this report, driven by a combination of aggressive supply cuts and a surge in demand from the energy storage sector. While new projects and investments have been curtailed across the sector, several analysts expect the market to rebalance from the fall in prices since their 2022 peak, with mid-to long-term price forecasts from several analysts remaining positive with a robust future lithium demand remaining intact. Benchmark Mineral Intelligence projects that the lithium market needs US\$94 billion of investment simply to meet the anticipated 2030 demand, and double that to meet 2040 demand. Recent geopolitical and macroeconomic movements including a Critical Minerals Framework between the United States and Argentina also lays groundwork to collaborate on pricing challenges, spur development, create fair markets, secure critical minerals supply chains, and expand access to financing.

Operational results and Financial position (continued)

The key near-term objectives of the Company are to progress multiple activities for Kachi including final EIA approval and the optimization of commercial power solutions, as well as to ensure Lake preserves its financial flexibility by continuing to right-size the Company's cost structure and successfully completing the Goldman Sachs-led strategic partnering process.

Operations

Overview of Operations for the period

Kachi Lithium Brine Project - Catamarca Province, Argentina

During the reporting period, Lake has primarily focused on its engagement with the Catamarca Mining Authority ("CMA") and advancement of the EIA for the Kachi Project, engagement with YPF Luz resulting in completion of the FEED study for the delivery of power to Kachi and continued evaluation of alternative energy solutions, and finalizing evaluations and efforts leading to the announcements of a mineral resource update, the DFS Addendum, and an updated lithium ore reserve for the Kachi Project.

Updated Ore Reserve Statement

In August 2025, an Updated Ore Reserve for the Kachi Project was announced. The operational mine plan was updated to include 11 production wells and 14 injection wells with a lithium grade of 268 mg/L over the 25-year Life-of-Mine ("LoM"), which decreased from prior plans for 16 production wells and 21 injection wells (refer to ASX announcement 4 August 2024). The Ore Reserve continues to be constrained by currently planned plant capacity of the 25,000 tpa mine plan. 98% of the 25-year LOM production is derived from measured resources.

The Updated Ore Reserve reflected the most recent Mineral Resource Estimate, previously announced in May 2025, and wellfield development plan and used to evaluate lithium recovery rates at the planned well field through time. To remain consistent with the environmental permitting, the well locations have not been moved or eliminated. Planned wells with lower lithium grades will be held only as contingency wells, as well as some of the injection wells that are also no longer necessary as a result of pumping less brine.

Kachi wellfield layout was optimised using a numerical hydrogeologic model to maximise lithium grade recovered, maximise Proved Ore Reserve and minimise environmental impacts.

Improved recovery rates achieved with upgrades from Lilac Solutions Inc.'s ("Lilac") Gen3 to Gen4 media significantly increased lithium recovery rates, as announced in Lilac's September 2024 Technical White Paper – Unlocking lithium brine production with ion exchange, have allowed us to strategically concentrate production in higher-grade lithium zones, and allowed for fewer extraction and injection wellfields, resulting in significantly enhanced outcomes for the Project. With an average feed grade of 268 mg/L, and by operating fewer wells, we are also reducing the Project's environmental footprint. Lilac's Gen 5 DLE ion exchange technology discussed below could lead to additional improvements and cost reduction for Kachi.

Kachi Project DFS Addendum

In August 2025, the Company announced the results of its DFS Addendum. The Kachi Project continues to be a tier-one project with strong economics and a significant resource, positioning it competitively within the growing lithium market with pre-tax NPV of US\$1.5 billion and post-tax NPV of US\$1.0 billion, and a pre-tax IRR of 22.5% and post-tax IRR of 19.7%, with a 4.5-year payback period.

The financial highlights of the DFS Addendum include an approximate 22% reduction in the number of wells, representing 35% improvement in well Capex and 44% improvement in well Opex, reducing the plant footprint by approximately 15%-20%, reducing power consumption by approximately 20%-30%, reducing the number of DLE modules by 50%, reducing brine pumping requirements, and reducing reagent consumption.

Revised wellfield development plan with average brine grades of 249mg/L utilizes advanced oilfield drilling and completion technologies to reduce execution time and costs. This results in approximately US\$49.3 million in estimated Capex savings and approximately US\$6.7 million in annual estimated Opex savings compared with the wellfield development plan in the original DFS, which had a design basis of 205 mg/L.

Relative to the DFS Addendum with a 249 mg/L design basis, the updated wellfield plan described in the Updated Ore Reserve has the potential to further reduce Capex and Opex estimates on a per well basis beyond what is described in the DFS Addendum.

Operations (continued)

Overview of Operations for the period (continued)

Kachi Lithium Brine Project - Catamarca Province, Argentina (continued)

Kachi Project DFS Addendum (continued)

Mineral Resources from the resource update in May 2025 were used in the updated hydrogeologic modelling analysis for the DFS Addendum. Measured and Indicated Resources were previously reported to have increased by approximately 10% from 7.3 to 8.2 Mt LCE. Measured Resource has grown by more than 1.1 Mt LCE to 4.2 Mt LCE, which was more than a 25% increase, defined to a depth of 600 meters over 83 sq km. The updated total resource is 11.1 Mt LCE over 275 sq km which was an increase from 10.6 Mt LCE. The Kachi Project has shown continual increases in mineral resource estimates since the maiden resource estimate of 4.4 Mt of contained LCE in Inferred and Indicated categories was announced in November 2018.

Environmental Impact Study for Phase One Operations

In accordance with Lake's operational timeline, Lake submitted the EIA for Kachi Phase One to the CMA in the Province of Catamarca, Argentina in March 2024.

During the period, Lake has continued to advance the EIA approval process with the CMA. The Company is proactively supporting the Catamarca Mining Ministry by providing hydrological, ecological, and socio-environmental data to ensure that all environmental factors are properly evaluated, documented and understood by regulatory authorities and local stakeholders. Technical collaboration during the reporting period has also continued with independent subject matter experts sourced by the Catamarca Government authorities to align environmental baselines and mitigation strategies with provincial expectations, particularly in relation to Ramsar-designated wetland zonification within Kachi which was received in December 2025, marking another key milestone. The EIA is anticipated to be approved by the Catamarca Government authorities in the first half of the calendar year 2026, but timing is dependent on review and approval from local authorities.

Power Solution

Lake announced on 2 July 2025 the successful completion of the FEED study by YPF Luz. YPF Luz is a leading Argentine sustainable electric power generation company. The completion of the FEED study marks a key milestone in the development of Kachi's infrastructure. The completed FEED study provides a solution for Kachi's electrical interconnection to the Argentine national grid, including proposed infrastructure routing, system specifications, and integration options tailored to Kachi's projected power demands and is an important step for Lake and the Kachi Project showing that grid power is a viable solution to meet the Project's power demands.

Lake also welcomed an announcement by YPF Luz and Central Puerto S.A., which signed a strategic agreement to jointly develop an electrical interconnection project aimed at enhancing power infrastructure and enabling sustainable mining growth in Argentina's Puna Region, which includes the Kachi site. This initiative, strongly supported by the Lithium Board comprised of the Governors of Jujuy, Salta and Catamarca Provinces, is expected to materially improve power availability, reliability, and renewable energy integration for mining and industrial users across the region.

The Company is also evaluating other energy solutions to ensure long-term reliability, cost efficiency, and sustainability of Kachi's operations.

Lilac Solutions Inc.

Lilac continues to mark important achievements including unveiling its Gen 5 DLE ion exchange technology in October 2025, completing construction of commercial scale manufacturing facility and signing a binding offtake agreement for its planned 5,000 tpa battery-grade lithium carbonate operation at its Great Salt Lake facility in Utah. The Gen 5 ion exchange DLE technology delivers improvements in brine pre-treatment requirements, media productivity, cycle life, recovery rates, eluate quality and simplified flowsheets. The Gen 5 DLE technology achievements will potentially further reduce capital and operating costs of Kachi.

Lilac completed construction of a commercial-scale ion exchange media ("IXM") manufacturing line in Nevada, USA, to produce 200 tonnes of IXM per annum, sufficient to support production of up to 100,000 tonnes of lithium carbonate equivalent per annum. An emerging consideration for Lake is that Lilac manufactures its patented ion exchange media in the United States, ensuring that Kachi's supply of DLE media is not affected by current geopolitical pressures or trade restrictions that may impact foreign DLE media product supply.

Lake Resources NL
Directors' report
For the half-year ended 31 December 2025

Significant changes in the state of affairs

Significant changes in the state of affairs of the Consolidated entity during the financial year were as follows:

On 24 July 2025, the Company announced that it has utilised its ATM subscription to raise \$2,100,000 (inclusive of costs) by agreeing to issue 65,000,000 fully paid ordinary shares to Acuity Capital Investment Management Pty Ltd <Acuity Capital Holdings A/C> ("Acuity Capital").

On 15 August 2025, the Company announced that it has utilised its ATM subscription to raise \$1,575,000 (inclusive of costs) by agreeing to issue 41,000,000 fully paid ordinary shares to Acuity Capital.

On 18 August 2025 the Company announced the Placement of approximately \$12.0 million (excluding costs) to be conducted in two tranches, with proceeds of \$9,546,302 before costs, that were received on 25 August 2025 for the issuance of ordinary shares using the Company's available placement capacity subject to rules 7.1 and 7.1A of the ASX Listing Rules, and proceeds of \$2,453,578 before costs, for the issuance of shares that were approved by shareholders at an Extraordinary General Meeting ("EGM") held on 7 October 2025, that were received on 13 October 2025. Investors participating in the Placement were offered one (1) Option for every two (2) shares acquired in the Placement which was approved by shareholders at the EGM. The Company also rewarded existing shareholders with the issuance of Bonus Loyalty Options based on one (1) Option for every ten (10) shares held at a record date of 17 October 2025.

Additionally, Lake continues its rigorous approach to cost structure optimisation and will explore further ways to right size its business.

Matters subsequent to the end of the financial half-year

No other matter or circumstance has arisen since 31 December 2025 that has significantly affected, or may significantly affect the Consolidated entity's operations, the results of those operations, or the Consolidated entity's state of affairs in future financial years.

Rounding of amounts

The Company is of a kind referred to ASIC Legislative Instrument 2016/191, relating to the 'rounding off' of amounts in the directors' report and financial report. Amounts in the directors' report and financial report have been rounded off to the nearest thousand dollars, or in certain cases, to the nearest dollar.

Auditor's Independence Declaration

A copy of the Auditor's Independence Declaration as required under section 307C of the *Corporations Act 2001* is set out on page 10.

This report is made in accordance with a resolution of Directors, pursuant to section 298(2)(a) of the Corporations Act 2001.

On behalf of the Directors



S. Crow
Director

27 February 2026

Lake Resources NL
Directors' report
For the half-year ended 31 December 2025

Resource Estimates and Governance

A summary of estimates for mineral resource for the Kachi Project appears in Table 1 below and Ore Reserves for the Kachi Project appears in Table 2 below. Governance of Lake's mineral resource and reserve estimates and the estimation process is a key responsibility of Lake's management team, who have ensured that its mineral resources and reserve estimates are subject to appropriate levels of governance and internal controls.

This includes procuring verification by a Competent Person of the mineral resource and reserve estimates disclosed by the Company, and the engagement of experts to verify certain field procedures and sampling methods used by Lake in its internal technical assessments of the mineral resource estimates used by the Company.

The Statement of Estimates of Mineral Resources and Ore Reserves for the Kachi Project was reported by Lake in accordance with the rules for reporting mining and exploration activities, including the listing rules of the ASX and the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Resources 2012 Edition (the "JORC Code"). This includes both a mineral resource update released and made available on the Company's website and on the ASX on 14 May 2025 and Ore Reserve Statement on 4 August 2025, respectively. Lake confirms it is not aware of any new information or data that materially affects the information included in the DFS Addendum dated 4 August 2025 and the half-year ended 31 December 2025.

The two previous announcements noted above, which included updates to the mineral resource estimates and the maiden ore reserve statement for the Kachi Project, were verified by Mr. Andy Fulton. Mr. Fulton is a hydrogeologist and is a Member of the Australian Institute of Geoscientists. Mr. Fulton is an employee of Groundwater Exploration Services and is independent of the Company. Mr. Fulton has sufficient relevant experience 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. He is also a "Qualified Person" as defined in NI 43-101. During 2025, Mr. Andrew Fulton visited the Kachi Project on one occasion, reviewing multiple aspects of the exploration and development activities.

Lake has reported on the mineral resources of its material mining project, the Kachi Project, on an annual basis in accordance with the JORC Code. As resources are developed for Lake's other project, which is not a material mining project (as defined in the listing rules of the ASX) as at the date of this report, those resources will be disclosed to investors in accordance with the Company's obligations under the listing rules of the ASX and included in the Company's periodic reporting in accordance with the JORC Code. In the absence of a developed JORC-compliant mineral resource, updates on the activities undertaken by the Company at Lake's other project site will otherwise be provided as and when required.

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Table 1 - Kachi Project Resources Estimate of Contained Lithium

Measured Mineral Resource May 2025 (to 600 m depth)								
Unit	Sediment Volume m ³	Specific Yield %	Brine volume m ³	Liters	Li mg/L	Li grams	Li Tonnes	Tonnes LCE
A	10,339,000,000	0.078	806,442,000	806,442,000,000	0.210	169,352,820,000	169,000	901,000
B	4,385,500,000	0.088	385,740,000	385,740,248,000	0.229	88,334,517,000	88,000	470,000
C to 400	7,561,800,000	0.068	514,202,000	514,202,400,000	0.230	118,266,552,000	118,000	629,000
Fan West to 400	11,088,000,000	0.095	1,053,360,000	1,053,360,000,000	0.220	231,739,200,000	232,000	1,233,000
C to 400	7,561,800,000	0.068	514,202,000	514,202,400,000	0.230	118,266,552,000	118,000	629,000
K24 -K25 below 400	7,744,200,000	0.093	720,211,000	720,210,600,000	0.250	180,132,593,000	180,000	958,000
Total	41,118,500,000		3,479,955,000	3,479,955,248,000		787,825,682,000	788,000	4,191,000

Indicated Mineral Resource May 2025 (to 600 m depth)								
Unit	Sediment Volume m ³	Specific Yield %	Brine volume m ³	Liters	Li mg/L	Li grams	Li Tonnes	Tonnes LCE
A South	3,694,300,000	0.076	278,924,000	278,924,453,000	0.181	50,485,326,000	50,000	269,000
B South	1,489,000,000	0.075	111,544,000	111,543,670,000	0.179	19,927,611,000	20,000	106,000
C South	4,434,492,000	0.067	297,111,000	297,110,964,000	0.182	54,076,275,000	54,000	288,000
A North	3,075,200,000	0.095	292,144,000	292,144,000,000	0.232	67,776,824,000	68,000	361,000
B North	4,294,400,000	0.102	438,029,000	438,028,800,000	0.241	105,431,342,000	105,000	561,000
C North	4,115,300,000	0.102	419,761,000	419,760,600,000	0.182	76,396,429,000	76,000	406,000
D North	5,073,100,000	0.102	517,456,000	517,456,200,000	0.182	94,177,028,000	94,000	501,000
K21	8,304,500,000	0.065	541,394,000	541,393,608,000	0.192	103,822,511,000	104,000	552,000
Under Measured ABC 400-600	7,453,100,000	0.067	501,818,000	501,817,968,000	0.242	121,529,774,000	122,000	647,000
Under Measured Fan 400 - 600	3,775,900,000	0.063	239,343,000	239,343,351,000	0.242	57,850,485,000	58,000	308,000
Total	45,709,292,000		3,637,524,000	3,637,523,614,000	0	751,473,605,000	751,000	3,998,000
+ Indicated								
	86,827,792,000	-	7,117,478,861	7,117,478,861,140	-	1,539,299,286,959	1,539,299	8,189,000

Lake Resources NL
Directors' report
For the half-year ended 31 December 2025

Table 1 - Kachi Project Resources Estimate of Contained Lithium (continued)

Inferred May 2025								
Unit	Sediment Volume m ³	Specific Yield %	Brine volume m ³	Liters	Li mg/L	Li grams	Li Tonnes	Tonnes LCE
A	10,339,000,000	0.078	806,442,000	806,442,000,000	0.210	169,352,820,000	169,000	901,000
B	4,385,500,000	0.088	385,740,000	385,740,248,000	0.229	88,334,517,000	88,000	470,000
C	7,561,800,000	0.068	514,202,000	514,202,400,000	0.230	118,266,552,000	118,000	629,000
Fan North	11,088,000,000	0.095	1,053,360,000	1,053,360,000,000	0.220	231,739,200,000	232,000	1,233,000
Fan South	7,561,800,000	0.068	514,202,000	514,202,400,000	0.230	118,266,552,000	118,000	629,000
Under volcano	7,744,200,000	0.093	720,211,000	720,210,600,000	0.250	180,132,593,000	180,000	958,000
Total	41,118,500,000		3,479,955,000	3,479,955,248,000		787,825,682,000	788,000	4,191,000

Table 2 - Kachi Project Proved and Probable Lithium Reserves

Reserve Category	Years	Lithium (Tonnes)	LCE (Tonnes)	Average Lithium (mg/L)
Proved	1	4,390	23,310	270
Proved	2-7	28,360	150,850	270
Probable	8-25	85,060	452,540	267
Total	1-25	117,810	626,760	

**Auditor's Independence Declaration
for the half-year ended 31 December 2025**



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DECLARATION OF INDEPENDENCE BY M TAYLOR TO THE DIRECTORS OF LAKE RESOURCES NL

As lead auditor for the review of Lake Resources NL for the half-year ended 31 December 2025, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
2. No contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Lake Resources NL and the entities it controlled during the period.

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

M Taylor
Director

BDO Audit Pty Ltd

Brisbane, 27 February 2026

Lake Resources NL
Consolidated statement of profit or loss and other comprehensive income
For the half-year 31 December 2025

		31 December 2025	31 December 2024
	Note	\$	\$
Other Income			
Gain on Electronic Payment Market (MEP Dollar)	4(i)	82,698	868,930
Interest income		229,175	282,193
Sub-lease rental income		562,939	222,790
Gain on sale of exploration and evaluation assets	4(h)	-	3,425,679
		<u>874,812</u>	<u>4,799,592</u>
Expenses			
Administrative expenses	4(a)	(1,174,679)	(724,299)
Corporate expenses	4(b)	(1,684,461)	(1,964,523)
Consultancy and legal costs	4(c)	(1,351,929)	(2,070,740)
Employee benefits expense	4(e)	(5,065,884)	(7,502,822)
Depreciation and amortisation expense		(370,696)	(465,228)
Finance expenses - net	4(f)	(48,424)	(132,073)
Foreign exchange gains or losses	4(g)	(1,837,206)	3,541,560
Gain on remeasurement of VAT receivable		50,308	1,382,432
Gain/(loss) on sale of property, plant and equipment		266,268	(136,766)
Share-based payments expense	15, 4(d)	(2,706,463)	(2,415,558)
Loss before income tax expense		<u>(13,048,354)</u>	<u>(5,688,425)</u>
Income tax expenses		-	-
Loss after income tax expense for the half-year		<u>(13,048,354)</u>	<u>(5,688,425)</u>
Other comprehensive (loss)/income for the half-year, net of tax			
<i>Items that will not be reclassified to profit or loss</i>			
Exchange differences on translation of foreign operations		(1,462,974)	8,510,079
Total other comprehensive (loss)/income for the half-year		<u>(14,511,328)</u>	<u>2,821,654</u>
Loss after income tax expense for the half-year attributable to:			
Non-controlling interests		(176,464)	(1,322,242)
Owners of Lake Resources NL		(12,871,890)	(4,366,183)
		<u>(13,048,354)</u>	<u>(5,688,425)</u>
Total comprehensive (loss)/income for the period is attributable to:			
Owners of Lake Resources NL		(14,042,269)	2,428,408
Non-controlling interests		(469,059)	393,247
		<u>(14,511,328)</u>	<u>2,821,655</u>
		Cents	Cents
Basic earnings per share	14	(0.61)	(0.26)
Diluted earnings per share	14	(0.61)	(0.26)

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

Lake Resources NL
Consolidated statement of financial position
As at 31 December 2025

		31 December 2025	30 June 2025
	Note	\$	\$
ASSETS			
Current assets			
Cash and cash equivalents		8,325,898	12,370,731
Other financial assets - term deposits		7,000,000	-
Trade and other receivables	8(a)	1,806,882	1,738,371
Other current assets		1,095,121	739,314
Total current assets		18,227,901	14,848,416
Non-current assets			
Property, plant and equipment		3,556,797	3,642,134
Right-of-use assets	7	219,189	562,196
Other financial assets	9	2,696,306	3,095,648
Exploration and evaluation	5	139,761,182	140,836,515
Total non-current assets		146,233,474	148,136,493
Total assets		164,461,375	162,984,909
LIABILITIES			
Current liabilities			
Trade and other payables		2,698,325	2,567,204
Lease liabilities	7	585,951	977,469
Employee benefit obligations	10	10,781,458	13,206,406
Total current liabilities		14,065,734	16,751,079
Non-current liabilities			
Lease liabilities	7	341,684	542,870
Employee benefits		956	782
Provision for rehabilitation and restoration	6	1,235,110	1,246,024
Total non-current liabilities		1,577,750	1,789,676
Total liabilities		15,643,484	18,540,755
Net assets		148,817,891	144,444,154
EQUITY			
Issued capital	11	257,539,882	248,409,911
Reserves	12	18,216,989	9,632,274
Accumulated losses		(126,885,662)	(114,013,772)
Total equity attributable to owners of the parent entity		148,871,209	144,028,413
Non-controlling interests		(53,318)	415,741
Total equity		148,817,891	144,444,154

The above Consolidated statement of financial position should be read in conjunction with the accompanying Notes.

Lake Resources NL
Consolidated statement of changes in equity
For the half-year 31 December 2025

Consolidated entity	Note	Attributable to owners of Lake Resources NL			Total equity attributable to owners of the parent entity	Non-controlling interests	Total equity
		Issued capital	Reserves	Accumulated Losses			
		\$	\$	\$	\$	\$	\$
Balance at 1 July 2024		243,371,941	23,216,316	(113,434,842)	153,153,415	1,419,904	154,573,319
Loss for the year		-	-	(4,366,182)	(4,366,182)	(1,322,242)	(5,688,424)
Other comprehensive loss		-	6,794,589	-	6,794,589	1,715,490	8,510,079
Total comprehensive income/(loss) for the half-year		-	6,794,589	(4,366,182)	2,428,407	393,248	2,821,655
Transactions with owners in their capacity as owners:							
Contributions of equity, net of transaction costs		2,500,000	-	-	2,500,000	-	2,500,000
Share issue costs		(100,693)	-	-	(100,693)	-	(100,693)
Issue of unlisted Options to employee	15(a)(i)	-	(24,535)	-	(24,535)	-	(24,535)
Share based payments expenses - RSU	15(a)(ii)	-	1,485,120	-	1,485,120	-	1,485,120
Share based payment expenses - PSU	15(a)(iii)	-	954,974	-	954,974	-	954,974
Transfer from Option reserve to accumulated losses on Broker Options expiry/exercise		-	(1,182,253)	1,182,253	-	-	-
Balance at 31 December 2024		245,771,248	31,244,211	(116,618,771)	160,396,688	1,813,152	162,209,840

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

Lake Resources NL
Consolidated statement of changes in equity
For the half-year 31 December 2025

	Note	Attributable to owners of Lake Resources NL			Total equity attributable to owners of the parent entity \$	Non-controlling interests \$	Total equity \$
		Issued capital \$	Reserves \$	Accumulated losses \$			
Balance at 1 July 2025		248,409,911	9,632,274	(114,013,772)	144,028,413	415,741	144,444,154
Loss for the year		-	-	(12,871,890)	(12,871,890)	(176,464)	(13,048,354)
Other comprehensive loss		-	(1,170,379)	-	(1,170,379)	(292,595)	(1,462,974)
Total comprehensive loss for the half-year		-	(1,170,379)	(12,871,890)	(14,042,269)	(469,059)	(14,511,328)
Transactions with owners in their capacity as owners:							
Contributions of equity	11(a)	17,732,626	-	-	17,732,626	-	17,732,626
Share issue costs	11(a)	(1,554,024)	-	-	(1,554,024)	-	(1,554,024)
Issue of unlisted Options to employee	15(a)(i)	-	125,610	-	125,610	-	125,610
Issue of listed Options to Brokers, Directors, Placement investors and existing shareholders	15(b)	(7,048,631)	7,048,631	-	-	-	-
Share based payments expenses - RSU	15(a)(ii)	-	1,961,461	-	1,961,461	-	1,961,461
Share based payment expenses - PSU	15(a)(iii)	-	619,392	-	619,392	-	619,392
Balance at 31 December 2025		257,539,882	18,216,989	(126,885,662)	148,871,209	(53,318)	148,817,891

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

Lake Resources NL
Consolidated statement of cash flows
For the half-year 31 December 2025

	31 December 2025	31 December 2024
Note	\$	\$
Cash flows from operating activities		
Payments to suppliers and employees (inclusive of GST)	(10,494,247)	(16,774,273)
Interest received	192,672	282,193
Interest paid	-	(44,260)
Rental income	784,351	222,790
Net cash outflow from operating activities	<u>(9,517,224)</u>	<u>(16,313,550)</u>
Cash flows from investing activities		
Payments for property, plant and equipment	-	(6,713)
Payments for exploration and evaluation	(1,711,584)	(2,565,789)
Proceeds from sale of property, plant and equipment	-	1,089,652
Payments for held-to-maturity investments	(7,000,000)	-
Net cashflow from trading of MEP	4(i) 82,698	868,930
Proceeds from disposal of evaluation and exploration assets	-	13,622,128
Net cash (outflow)/inflow from investing activities	<u>(8,628,886)</u>	<u>13,008,208</u>
Cash flows from financing activities		
Proceeds from issues of shares and other equity securities	11(a) 15,906,189	2,500,000
Share issue costs	11(a) (1,554,023)	(100,693)
Principal payments of lease liabilities	(548,600)	(536,234)
Net cash inflow from financing activities	<u>13,803,566</u>	<u>1,863,073</u>
Net decrease in cash and cash equivalents	<u>(4,342,544)</u>	<u>(1,442,269)</u>
Cash and cash equivalents at the beginning of the financial year	12,370,731	22,902,013
Effects of exchange rate changes on cash and cash equivalents	297,711	1,099,818
Cash and cash equivalents at end of the half-year	<u>8,325,898</u>	<u>22,559,562</u>

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

Note 1. Material accounting policies

a. Basis of preparation

This consolidated general purpose interim financial report for the half-year reporting period ended 31 December 2025 has 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 interim 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 30 June 2025 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, unless otherwise stated.

b. New and amended standards adopted by the Consolidated entity

The Consolidated entity has adopted all new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ("AASB") that are mandatory for the current reporting period.

There is no significant impact to the interim financial statements on adoption of these new or amended Accounting Standards and interpretations.

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

c. Going concern

The financial report has been prepared on a going concern basis, which assumes continuity of normal business activities and the realisation of assets and the settlement of liabilities in the ordinary course of business. The Consolidated entity has incurred net loss after tax of \$13,048,354 and net cash outflows from operating and investing activities of \$18,146,110 for the half-year ended 31 December 2025. At 31 December 2025, the Consolidated entity had net current assets of \$4,162,167.

The ability of the Consolidated entity to continue as a going concern is principally dependent upon the ability of the Consolidated entity to secure funds by raising additional capital and managing cashflow in line with available funds. These conditions indicate a material uncertainty that may cast significant doubt about the ability of the Consolidated entity to continue as a going concern. In the Directors consideration of going concern, they note the following:

- The Consolidated entity has cash reserves of \$15,325,898 (inclusive of term deposit) at 31 December 2025;
- The Consolidated entity has no loans or borrowings;
- The Consolidated entity has the ability to adjust its expenditure outlays subject to its exploration and administrative activities and the Consolidated entity's funding position; and
- The Consolidated entity has previously raised funds through share placements and capital raisings from new and existing shareholders.

The Directors expect that the above indicators demonstrate that the Consolidated entity will be able to mitigate its risks and be able to pay its debts as and when they fall due and continue as a going concern. Therefore, the Directors believe it is appropriate to adopt the going concern basis for the preparation of the Consolidated entity's half-year financial report. In the event the matters are not achieved, the Consolidated entity will be required to raise funds for working capital from debt or other equity sources.

Should the Consolidated entity be unable to continue as a going concern, it may be required to realise its assets and extinguish its liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial report. This financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or the amounts or classification of liabilities and appropriate disclosures that may be necessary should the Consolidated entity be unable to continue as a going concern.

Note 2. Critical accounting judgments, estimates and assumptions

The preparation of the financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgments and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgments, estimates and assumptions on historical experience and on other various factors, including expectations of future events management believes to be reasonable under the circumstances. The resulting accounting judgments and estimates will seldom equal the related actual results. The judgments, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities are discussed below.

Exploration and evaluation costs

Exploration and evaluation costs have been capitalised on the basis that the Consolidated entity will commence commercial production in the future, from which time the costs will be amortised in proportion to the depletion of the mineral resources.

Key judgments are applied in considering costs to be capitalised which includes determining expenditures directly related to these activities and allocating overheads between those that are expensed and capitalised in accordance with AASB 6. In addition, costs are only capitalised that are expected to be recovered either through successful development or sale of the relevant mining interest. Factors that could impact the future commercial production at the mine include the level of reserves and resources, future technology changes, which could impact the cost of mining, future legal changes and changes in commodity prices.

To the extent that capitalised costs are determined not to be recoverable in the future, they will be written off in the period in which this determination is made. For the basis of determination the following was considered:

- (i) the period for which the entity has the right to explore in the specific area has expired during the period or will expire in the near future, and is not expected to be renewed;
- (ii) substantive expenditure on further exploration and evaluation of mineral resources in the specific area is neither budgeted nor planned;
- (iii) exploration and evaluation of mineral resources in the specific area have not led to the discovery of commercially viable quantities of mineral resources and the entity has decided to discontinue such activities in the specific area;
- (iv) sufficient data exists to indicate that, although a development in the specific area is likely to proceed, the carrying amount of the exploration and evaluation asset is unlikely to be recovered in full from the successful development or by sale.

An FID to develop the Project is expected to be made after considering the following key factors: required permits are in place, engineering has reached construction ready status, adequate offtake agreements have been signed to underwrite any debt requirements, and the Project is funded through a mix of equity and debt. In order to attract funding, the Project will need to demonstrate technical feasibility and commercial viability.

Once FID has been taken, all past and future exploration and evaluation assets in respect of the area of interest are tested for impairment and transferred to the cost of development. No FID has been made.

Share-based payments expense

The Consolidated entity measures the cost of equity-settled transactions with employees by reference to the fair value of the equity instruments at the date at which they are granted. For Directors, the fair value of these awards is remeasured at the date of shareholder approval, with changes recognised in profit or loss. The fair value is determined by using a valuation model deemed appropriate taking into account the terms and conditions upon which the instruments were granted, including Binomial, Black-Scholes, or Monte Carlo models.

The fair value of Options and Performance Stock Units ("PSU") granted reflect market based vesting conditions and excludes the impact of any non-market vesting conditions. Non-market vesting conditions are incorporated into the estimate of the number of Restricted Stock Units ("RSUs") expected to vest and become exercisable. The accounting estimates and assumptions relating to equity-settled share-based payments would have no impact on the carrying amounts of assets and liabilities within the next annual reporting period but may impact profit or loss and equity.

Note 2. Critical accounting judgments, estimates and assumptions (continued)

Fair value of assets and liabilities

Assets and liabilities measured at fair value are classified using a fair value hierarchy that reflects the significance of the inputs used in making the measurements, using a three-level hierarchy, based on the lowest level of input that is significant to the entire fair value measurement, being:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly;
- Level 3: Unobservable inputs for the asset or liability.

Classifications are reviewed at each reporting date and transfers between levels are determined based on a reassessment of the lowest level of input that is significant to the fair value measurement.

Where there is a significant change in fair value of an asset or liability from one period to another, an analysis is undertaken, which includes a verification of the major inputs applied in the latest valuation and a comparison, where applicable, with external sources of data.

The carrying amounts of the Company's financial assets and financial liabilities as at 31 December 2025 approximate their fair values. There have been no changes in the valuation techniques, inputs or assumptions used in determining fair values during the period. There were also no changes to the classification of financial instruments within the fair value hierarchy.

The only asset measured using Level 3 inputs is the VAT receivable.

Note 3. Operating segments

Reportable Segments

The Consolidated Entity has identified its operating segment based on internal reports that are reviewed and used by the executive team in assessing performance and determining the allocation of resources.

Management currently identifies the Consolidated Entity as having only one reportable segment, being exploration and evaluation for minerals in Argentina. The financial results and position from this segment are equivalent to the financial statements of the Company with any difference being corporate for which the group does not identify as a separate segment as it supports the Argentina segment.

Lake Resources NL
Notes to the financial statements
for the half-year ended 31 December 2025

Note 4. Loss before income tax includes the following specific expenses:

	31 December 2025 \$	31 December 2024 \$
(a) Administrative expenses		
Office expenses	46,664	117,456
Short-term lease expenses	82,633	117,658
Other expenses	253,140	251,384
Argentina property taxes	635,679	13,185
Computer/Software licence fees	156,563	224,616
	<u>1,174,679</u>	<u>724,299</u>
(b) Corporate expenses		
Travel	216,164	268,989
Insurance	557,517	1,023,294
Auditors fees	43,484	145,713
Marketing expenses-Advertising	9,140	1,000
Share registry maintenance fees	507,363	246,395
Investor relations	292,469	209,504
IT support service cost	58,324	69,628
	<u>1,684,461</u>	<u>1,964,523</u>
(c) Consultancy and legal costs		
Directors fees	217,216	251,484
Consulting fees	379,309	845,430
Legal expenses	549,835	642,502
Other	205,569	331,324
	<u>1,351,929</u>	<u>2,070,740</u>
(d) Share-based payments expense		
Share Based Payments - Options	125,610	(24,535)
Share Based Payments - PSU	619,392	954,974
Share Based Payments - RSU	1,961,461	1,485,119
	<u>2,706,463</u>	<u>2,415,558</u>
(e) Employee benefit expenses		
Superannuation	31,652	29,103
Wages, salary and other benefits	5,034,232	7,473,719
	<u>5,065,884</u>	<u>7,502,822</u>
(f) Finance expenses		
Interest and finance charges payable for lease liabilities	29,665	36,374
Interest expense	-	7,886
Interest and finance charges amortising on rehabilitation provisions	18,759	87,813
	<u>48,424</u>	<u>132,073</u>
(g) Foreign exchange (gains) and losses		
Realised gain or loss	4,799	64,912
Unrealised gain or loss	1,832,407	(3,606,472)
	<u>1,837,206</u>	<u>(3,541,560)</u>

Note 4. Loss before income tax includes the following specific expenses: (continued)

(h) Gain on sale of exploration and evaluation assets

	31 December 2025 \$	31 December 2024 \$
Gain on sale of non-core asset	-	3,425,679

In the prior period, a wholly owned subsidiary of the parent entity, Minerales Australes SA, entered into an asset sale agreement with Austroid Corporation for the sale of three of its non-core lithium brine assets in Argentina for \$13,622,128 (US\$9,000,000 at the then current exchange rate). The sales price exceeded the net book value of the assets, resulting in a gain on sale.

(i) Gain on Electronic Payment Market (MEP Dollar)

The Argentine government has instituted exchange controls restricting the purchase of foreign currencies. As a result of these exchange controls, the Consolidated entity uses a legal trading mechanism commonly known as the MEP Dollar in which the Argentinian subsidiaries, Morena Del Valle SA and Minerales Australes SA buy Argentinian bonds in USD, and then sell the bonds via a local banking broker in Argentina, for ARS. This is to enable the Consolidated entity to fund working capital needs in its Argentinian operations. The MEP Dollar exchange rate diverges from Argentina's official exchange rate resulting in the Consolidated entity recognising a gain from MEP Dollar transactions.

MEP Dollar mechanism requires a 24 hour holding period on the US Dollar denominated security that is purchased, therefore exposing the Company to substantive market risk during the holding period and the exact amount of US Dollars cannot be reliably obtained until the holding period has expired.

The MEP Dollar transactions are classified as financial assets at fair value through profit and loss, where the gain or loss associated with the trading of these financial instruments are treated as other income or other expense. A gain of \$82,698 was recognised in the period ended 31 December 2025 (2024: \$868,930). Gains decreased primarily as a result of reduced operations in Argentina and lower working capital needs, as well as a smaller divergence between the MEP Dollar exchange rate and Argentina's official exchange rate.

Lake Resources NL
Notes to the financial statements
for the half-year ended 31 December 2025

Note 5. Exploration and evaluation assets

	31 December 2025 \$	30 June 2025 \$
Exploration and evaluation assets		
Exploration and evaluation assets	139,761,182	140,836,515

Movements in Exploration and evaluation assets for the current period were as follows:

Half-year ended 31 December 2025

Opening net book amount	140,836,515
Additions	1,822,464
Exchange differences	(2,897,797)
At 31 December 2025	<u>139,761,182</u>

The ultimate recoupment of exploration and evaluation expenditure in respect of an area of interest carried forward is dependent upon the discovery of commercially viable reserves and the successful development and exploitation of the respective areas or alternatively sale of the underlying areas of interest for at least their carrying value. Amortisation, in respect of the relevant area of interest, is not charged until a mining operation has commenced.

The Consolidated entity determined no indicators of impairment were identified during the period, hence no provision for impairment was recorded in the financial statements for the half-year ended 31 December 2025 (31 December 2024: nil).

Note 6. Provision for rehabilitation and restoration

Provisions are made for the estimated cost of rehabilitation, restoration and dismantling relating to areas disturbed during operations up to the reporting date, but not yet rehabilitated. Provision has been made in full for all the disturbed areas at the reporting date on current estimates of costs to rehabilitate such areas, discounted to their present value, based on expected future cashflows.

a. Movements in provisions

Movements in the Provision for rehabilitation and restoration during the financial year are set out below:

	31 December 2025 \$	30 June 2025 \$
Carrying amount at 1 July	(1,246,024)	(2,735,981)
Charged/credited to profit or loss	(17,377)	(145,876)
Movements in economic assumptions and timing of cashflows	-	1,049,892
Exchange differences	28,291	585,941
	<u>(1,235,110)</u>	<u>(1,246,024)</u>

Lake Resources NL
Notes to the financial statements
for the half-year ended 31 December 2025

Note 7. Right-of-use assets and lease liabilities

This Note provides information for leases where the Consolidated entity is a lessee under an operating lease:

	31 December 2025 \$	30 June 2025 \$
Right-of-use assets		
Opening net book balance	562,196	1,212,662
Accumulated depreciation	(335,693)	(687,605)
Exchange differences	(7,314)	41,340
Asset write-off	-	(4,201)
Net book amount	<u>219,189</u>	<u>562,196</u>
	31 December 2025 \$	30 June 2025 \$
Lease liabilities		
Current lease liability	585,951	977,469
Non-current lease liability	<u>341,684</u>	<u>542,870</u>
	<u>927,635</u>	<u>1,520,339</u>

In September 2023, Lake Corporate Inc. a subsidiary of the parent entity entered into a 32-month lease for office space in Texas with a commencement date of 15 September 2023, with no option to renew. In September 2024, the lease for office space in Texas has been sub-leased for the remainder of its term.

As at 30 June 2023, the office space in Florida was completely impaired on the basis that there had been no indicators that the property will be used or sub-leased. In December 2023, the lease for office space in Florida was sub-leased for the remainder of its term.

Cash inflow from each sub-lease has been recognised as Rental income in the Consolidated statement of profit or loss and other comprehensive income. The Consolidated entity continues to have the obligation to make lease payments.

Note 8. Trade and other receivables

	31 December 2025 \$	30 June 2025 \$
Trade and other receivables		
Other receivables	590,537	489,753
Security deposit	636,908	653,438
Advances to suppliers	<u>579,437</u>	<u>595,180</u>
	<u>1,806,882</u>	<u>1,738,371</u>

Other receivables include prepaid taxes and recoverable general sales taxes.

Lake Resources NL
Notes to the financial statements
for the half-year ended 31 December 2025

Note 9. Other assets

	31 December 2025 \$	30 June 2025 \$
Value added tax ("VAT") receivable		
Other financial assets	2,696,306	3,095,648

Other financial assets relates to VAT receivable.

Movement in VAT receivable

	31 December 2025 \$	30 June 2025 \$
Opening balance	3,095,648	1,706,598
Additions	163,482	409,342
Gain or (loss) on remeasurement	50,279	1,590,012
Exchange differences	(613,103)	(610,304)
Closing balance	<u>2,696,306</u>	<u>3,095,648</u>

The Consolidated entity has a total of \$2,696,306 (2025: \$3,095,648) of non-current VAT recoveries due from the Argentina Revenue Authority. The Consolidated entity records VAT at fair value due to the hyperinflationary economy in Argentina and the highly devaluing local currency. Fair value has been determined using a discounted cash flow valuation technique based on the forecasted timing of recovery.

A fair value adjustment of \$50,279 was recognised on re-measurement during the period, primarily attributable to projected inflation in Argentina (2025: \$1,590,012). A sensitivity analysis was performed on the unobservable inputs used in the valuation and no reasonably possible changes would result in a material impact on the fair value measurement as at 31 December 2025.

Note 10. Employee benefit obligations

	31 December 2025 \$	30 June 2025 \$
Annual leave	250,057	372,374
Provision for short-term incentive	7,974,701	7,455,713
Other employee benefits payable	115,837	114,886
Severance payable	2,440,863	4,098,901
Retention bonus	-	1,164,532
	<u>10,781,458</u>	<u>13,206,406</u>

Short-term incentive

Short-term incentive ("STI") awards were recognised for certain employees based on individual performance and the Company's overall business activities. The balance comprises unpaid entitlements of \$2,296,232 (FY24), \$3,811,068 (FY25), and accrual estimates of \$1,867,401 for the period ended 31 December 2025.

Retention bonus

During the period, previously accrued retention bonuses were paid.

Lake Resources NL
Notes to the financial statements
for the half-year ended 31 December 2025

Note 10. Employee benefit obligations (continued)

Severance payable

Severance payable represents separation costs associated with the termination of certain executives. During the period, payments of \$782,812 were made and a previously recognised accrual of \$784,166 was reversed. The remaining balance of \$2,440,863 represents contingent severance amounts that become payable upon the occurrence of a change in control event, an FID in respect of the Kachi Project, or a significant liquidity event.

Note 11. Equity – Issued capital

	31 December 2025 Shares	30 June 2025 Shares	31 December 2025 \$	30 June 2025 \$
Ordinary shares - fully paid	2,305,380,765	1,803,149,789	257,539,882	248,409,911

(a) Movements in share capital

Details	Notes	Date	Number of shares	Issue price \$	Total \$
Opening balance		01/07/2025	1,803,149,789	-	248,409,911
Share issue - Acuity Capital		24/07/2025	90,000,000	0.03	2,222,725
Shares issued under capital raising		26/08/2025	265,175,053	0.04	9,546,302
Issue of shares (Employee Award Plan - RSUs)	16(a)	19/09/2025	406,147	-	-
Share issue - Acuity Capital		10/10/2025	41,000,000	0.04	1,575,000
Shares issued under capital raising		14/10/2025	68,154,947	0.04	2,453,578
Issue of shares (Employee Award Plan - RSUs)	16(a)	30/10/2025	4,423,880	-	-
Bonus Loyalty Options exercised		05/12/2025	189,961	-	9,498
Bonus Loyalty Options exercised		08/12/2025	7,047	0.05	352
Bonus Loyalty Options exercised		15/12/2025	814,809	0.05	40,740
Shares issued in lieu of 2024 STI		17/12/2025	20,293,743	0.09	1,826,437
Issue of shares (Employee Award Plan - RSUs)	16(a)	18/12/2025	10,639,973	-	-
Bonus Loyalty Options exercised		30/12/2025	634,807	0.05	31,740
Bonus Loyalty Options exercised		31/12/2025	490,609	0.05	24,530
Bonus Loyalty Options		31/12/2025	-	-	1,724
Less: Transaction costs arising on share issues		14/10/2025	-	-	(1,554,024)
Less: Transaction cost arising on Options issued - to Brokers, Directors, Placement investors and existing shareholders	15(b)	31/12/2025	-	-	(7,048,631)
Balance at 31 December 2025			2,305,380,765		257,539,882

(b) Share based payment transactions in share capital movements

Issues of share capital during the half-year included the equity-settled share-based payment transactions for the payment for fees and of services as detailed in Note 15.

Lake Resources NL
Notes to the financial statements
for the half-year ended 31 December 2025

Note 11. Equity – Issued capital (continued)

(c) Options

(i) Unlisted Options

Movements in the number of Unlisted Options on issue, were as follows:

Nature of Options	Grant date	Expiry date	Exercised price	Balance at 1 July 2025	Issued	Forfeit	Expired	Balance at 31 December 2025
Option issued to Staff	20-Jul-22	20-July-25	\$0.70	1,000,000	-	-	-	1,000,000
Option issued to Staff	16-Jan-23	16-Jan-28	\$0.83	100,000	-	(50,000)	-	50,000
Option issued to Staff	22-Aug-22	22-Aug-25	\$1.50	1,000,000	-	-	-	1,000,000
Option issued to Staff	15-Sep-22	15-Sep-27	\$1.13	4,000,000	-	-	-	4,000,000
Option issued to Brokers/ Consultants	24-Oct-22	24-Oct-25	\$1.00	1,500,000	-	-	(1,500,000)	-
Option issued to Brokers/ Consultants	24-Oct-22	24-Oct-25	\$1.00	1,500,000	-	-	(1,500,000)	-
Option issued to Staff	10-Oct-22	10-Oct-27	\$0.99	125,000	-	-	-	125,000
Option issued to Staff	14-Nov-22	14-Nov-27	\$1.18	18,750	-	-	-	18,750
Option issued to Staff	11-Oct-22	11-Oct-27	\$0.99	75,000	-	-	-	75,000
Option issued to Staff	21-Nov-22	21-Nov-27	\$1.06	12,500	-	-	-	12,500
Option issued to Staff	1-Jan-23	1-Jan-28	\$0.80	202,437	-	-	-	202,437
Option issued to Staff	9-Jan-23	9-Jan-28	\$0.83	1,000,000	-	-	-	1,000,000
Option issued to Staff	11-Jan-23	11-Jan-28	\$0.84	18,750	-	-	-	18,750
Option issued to Staff	1-Feb-23	1-Feb-28	\$0.82	632,942	-	-	-	632,942
Option issued to Staff	1-Apr-23	1-Apr-28	\$0.45	37,500	-	-	-	37,500
Option issued to Staff	20-Jun-23	20-Jun-28	\$0.31	632,783	-	-	-	632,783
Option issued to Staff	11-Aug-23	11-Aug-28	\$0.21	75,000	-	-	-	75,000
Total				11,930,662	-	(50,000)	(3,000,000)	8,880,662

	Grant date	Expiry date	Exercised Price	Balance at 31 Dec 2025	Options Vested	Options Exercisable	Options unvested	Options Unexercisable
Option issued to Staff	20-Jul-22	20-Jul-25	\$0.70	1,000,000	1,000,000	1,000,000	-	-
Option issued to Staff	22-Aug-22	22-Aug-25	\$1.50	1,000,000	1,000,000	1,000,000	-	-
Option issued to Director	15-Sep-22	15-Sep-27	\$1.13	4,000,000	3,000,000	3,000,000	1,000,000	1,000,000
Option issued to Staff	10-Oct-22	10-Oct-27	\$0.99	125,000	125,000	125,000	-	-
Option issued to Staff	14-Nov-22	14-Nov-27	\$1.18	18,750	18,750	18,750	-	-
Option issued to Staff	11-Oct-22	11-Oct-27	\$0.99	75,000	75,000	75,000	-	-
Option issued to Staff	21-Nov-22	21-Nov-27	\$1.06	12,500	12,500	12,500	-	-
Option issued to Staff	1-Jan-23	1-Jan-27	\$0.80	202,437	202,437	202,437	-	-
Option issued to Staff	9-Jan-23	9-Jan-28	\$0.83	1,000,000	1,000,000	1,000,000	-	-
Option issued to Staff	11-Jan-23	11-Jan-28	\$0.83	18,750	18,750	18,750	-	-
Option issued to Staff	16-Jan-23	16-Jan-28	\$0.83	50,000	50,000	50,000	-	-
Option issued to Staff	1-Feb-23	1-Feb-28	\$0.82	632,942	495,442	495,442	137,500	137,500
Option issued to Staff	1-Apr-23	1-Apr-28	\$0.45	37,500	37,500	37,500	-	-
Option issued to Staff	20-Jun-23	20-Jun-28	\$0.31	632,783	316,392	316,392	316,391	316,391
Option issued to Staff	11-Aug-23	11-Aug-28	\$0.21	75,000	37,500	37,500	37,500	37,500
				8,880,662	7,389,271	7,389,271	1,491,391	1,491,391

Lake Resources NL
Notes to the financial statements
for the half-year ended 31 December 2025

Note 11. Equity – Issued capital (continued)

(c) Options (continued)

(ii) Listed Options

	31 December 2025
Opening balance	-
Loyalty Bonus Options issued	218,816,515
Options issued to Directors	75,000,000
Options issued to Broker	30,000,000
Placement Options issued	166,666,000
Options exercised during the period	(2,137,233)
Options expired during the period	-
Closing balance	<u>488,345,282</u>

During the period, the Company issued 490,482,515 listed Options (ASX: LKEO) as part of the Placement, these included Bonus Loyalty Options to existing shareholders, Director Options, Broker Options, and Placement Options to investors participating in the Placement. The Options were issued for nil consideration, are exercisable at \$0.05, and expire on 14 October 2028. The potential exercise of these Options represents a potential future source of funding for the Company.

2,137,233 Options have been exercised as at period 31 December 2025.

Nature of Options	Grant date	Expiry date	Exercised price	Balance at 1 July 2025	Issued	Forfeit	Expired	Exercised	Balance at 31 December 2025
Listed Options	07-Oct-25	14-Oct-28	\$0.05	-	490,482,515	-	-	(2,137,233)	488,345,282
Total				-	490,482,515	-	-	(2,137,233)	488,345,282

(d) Restricted Stock Units

Movements in Restricted Stock Units were as follows:

Grant date	Vest date	Exercise Price	Balance at 1 July 2025	Issued	Converted to shares	Vested	Forfeited	Balance at 31 December 2025
15-Sep-22	15-Sep-26	\$0.00	500,000	-	(250,000)	-	-	250,000
16-Jan-23	16-Jan-28	\$0.00	25,000	-	(25,000)	-	-	-
1-Feb-23	1-Feb-28	\$0.00	87,500	-	-	-	-	87,500
20-Jun-23	20-Jun-27	\$0.00	355,940	-	(118,646)	-	-	237,294
11-Aug-23	11-Aug-27	\$0.00	112,500	-	(37,500)	-	-	75,000
11-Dec-23	11-Dec-27	\$0.00	26,990,117	-	(2,235,418)	(146,106)	-	24,754,699
31-Dec-23	31-Dec-28	\$0.00	5,837,995	-	-	(2,918,997)	-	5,837,995
18-Dec-24	18-Dec-28	\$0.00	41,315,385	10,639,973	(12,803,436)	-	-	39,151,922
18-Dec-25	18-Dec-30	\$0.00	-	33,560,918	-	-	-	33,560,918
			<u>75,224,437</u>	<u>44,200,891</u>	<u>(15,470,000)</u>	<u>(3,065,103)</u>	<u>-</u>	<u>103,955,328</u>

Note 11. Equity – Issued capital (continued)

(e) Performance Stock Units

(i) The movements in Performance Stock Units were as follows:

Grant date	Expiry date	Balance at 1 July 2025	Granted	Converted to shares	Forfeited	Balance at 31 December 2025
11-Dec-23	11-Dec-26	29,871,145	-	-	-	29,871,145
18-Dec-24	18-Dec-29	41,315,385	-	-	-	41,315,385
18-Dec-25	18-Dec-30	-	28,890,814	-	-	28,890,814
Total		71,186,530	28,890,814	-	-	100,077,344

Note 12. Equity - Reserves

	31 December 2025 \$	30 June 2025 \$
Change in proportionate interest reserve	(8,464,134)	(8,464,134)
Capital profits reserve	4,997	4,997
Option reserve	15,150,121	7,975,880
Performance Stock Units reserve	2,010,543	1,391,151
Restricted Stock Units reserve	4,256,680	2,295,219
Foreign currency translation reserve	5,258,782	6,429,161
Total equity reserves	18,216,989	9,632,274

(i) Change in proportionate interest reserve

The Change in proportionate interest reserve is used to recognise differences between the amount by which non-controlling interests are adjusted and any consideration paid or received which may arise as a result of transactions with non-controlling interests that do not result in a loss of control.

(ii) Capital profits reserve

The Capital profits reserve records non-taxable profits on sale of investments.

(iii) Option reserve

The Option reserve is to recognise the grant date fair value of Options issued for share based payment to employees and service providers in relation to the supply of goods or services. Once Options in a series have all been exercised or have expired, the reserve related to those Options is transferred to Accumulated losses.

(iv) Performance Stock Units reserve

The Performance Stock Units reserve is to recognise the grant date fair value of Performance Stock Units for share-based payment issued to employees and service providers in relation to the supply of goods or services. Once Performances Stock Units in a series have all been vested or have expired, the reserve related to those Performance Stock Units is transferred to Accumulated losses.

(v) Restricted Stock Units reserve

The Restricted Stock Units reserve is to recognise the grant date fair value of Restricted Stock Units issued for share-based payment to employees and service providers in relation to the supply of goods or services. Once Restricted Stock Unit in a series have all been vested or have expired, the reserve related to those Restricted Stock Unit is transferred to Accumulated losses.

(vi) Foreign currency translation reserve

The Foreign currency translation reserve recognises exchange differences arising from the translation of the financial statements of foreign operations to Australian dollars.

Lake Resources NL
Notes to the financial statements
for the half-year ended 31 December 2025

Note 12. Equity - Reserves (continued)

(vii) Movements in Reserves

Movements in each class of reserve during the current and previous financial period are set out below:

	Capital profit reserve \$	Option reserve \$	Performance Stock Units and Restricted Stock Units reserve \$	Change in proportionate interest reserve \$	Foreign currency translation reserve \$	Total other reserves \$
Consolidated entity						
At 1 July 2024	4,997	24,385,123	2,930,345	(8,464,134)	4,359,985	23,216,316
Transfer from Option/PSUs/RSUs reserve to Accumulated losses on equity instrument expiry/exercise	-	-	(1,182,253)	-	-	(1,182,253)
Other comprehensive income	-	-	-	-	6,794,589	6,794,589
Share based payments	-	(24,535)	2,440,094	-	-	2,415,559
At 31 December 2024	4,997	24,360,588	4,188,186	(8,464,134)	11,154,574	31,244,211

	Capital profit reserve \$	Option reserve \$	Performance Stock Units and Restricted Stock Units reserve \$	Change in proportionate interest reserve \$	Foreign currency translation reserve \$	Total other reserves \$
Consolidated entity						
At 1 July 2025	4,997	7,975,781	3,686,468	(8,464,134)	6,429,161	9,632,273
Issue of unlisted Options	-	125,610	-	-	-	125,610
Share-based payment	-	-	2,580,854	-	-	2,580,854
Issue of listed Options to existing shareholders, Directors, Brokers, and Placement investors	-	7,048,631	-	-	-	7,048,631
Other comprehensive income	-	-	-	-	(1,170,379)	(1,170,379)
At 31 December 2025	4,997	15,150,022	6,267,322	(8,464,134)	5,258,782	18,216,989

Note 13. Events occurring after the reporting period

No other matter or circumstance has arisen since 31 December 2025 that has significantly affected, or may significantly affect the Consolidated entity's operations, the results of those operations, or the Consolidated entity's state of affairs in future financial years.

Lake Resources NL
Notes to the financial statements
for the half-year ended 31 December 2025

Note 14. Earnings per share

a. Reconciliation of earnings used in calculating Earnings per share

	31 December 2025 \$	31 December 2024 \$
Loss after income tax attributable to the owners of Lake Resources NL	(12,871,890)	(4,366,182)

b. Weighted average number of shares used as denominator

Weighted average number of ordinary shares used in calculating basic and diluted earnings per share	2,115,718,464	1,693,570,961
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	31 December 2025 Cents	31 December 2024 Cents
Basic earnings per share	(0.61)	(0.26)
Diluted earnings per share	(0.61)	(0.26)

Options, PSUs and RSUs are considered potential ordinary shares. For the six-month periods ended 31 December 2025 and 2024, their conversion to ordinary shares would have had the effect of reducing the loss per share. Accordingly, they were not included in the determination of diluted earnings per share for the periods as they would be anti-dilutive.

Details relating to equity instruments are set out at Notes 11 and 16. Earnings per share for the six-month periods are not adjusted for transactions occurring after the end of the period as the transactions do not affect the amount of capital used to produce profit or loss for the period.

Lake Resources NL
Notes to the financial statements
for the half-year ended 31 December 2025

Note 15. Share-based payments

The Company entered into equity-settled share-based payment transactions with its Directors, employees and external service providers (brokers and investor relations consultants), as follows:

	31 December 2025 \$	31 December 2024 \$
Expensed to profit or loss - Options (Note 15 (a)(i))	125,610	(24,535)
Expensed to profit or loss - PSUs (Note 15(a)(iii))	619,392	954,974
Expensed to profit or loss - RSUs (Note 15(a)(ii))	1,961,461	1,485,120
Capitalised as equity transaction cost (Note 15(b))	7,048,631	-
	9,755,094	2,415,559

and credited as follows:

Reserves	2,706,463	2,415,559
Capitalised as equity transaction cost (Note 15(b))	7,048,631	-
	9,755,094	2,415,559

a. Consolidated statement of profit or loss and other comprehensive income

(i) Options issued to Directors, employees and external service providers

	31 December 2025 \$	31 December 2024 \$
Options issued to brokers and consultants	-	-
Options issued to employees	125,610	(24,535)
	125,610	(24,535)

Refer to Note 16 for details of Options issued to Directors and executives.

(ii) Restricted Stock Units issued to employees

	31 December 2025 \$	31 December 2024 \$
Restricted Stock Units issued (expensed)	1,961,461	1,485,120

Refer to details of Restricted Stock Units issued to Note 16(a).

(iii) Performance Stock Units issued to employees

	31 December 2025 \$	31 December 2024 \$
Performance Stock Units issued (expensed)	619,392	954,974

Market based conditions were factored into grant date fair values and are not reassessed. Accordingly for the year ended 31 December 2025, \$619,392 (2024: \$954,974) was recognised as an expense in the Consolidated statement of profit or loss and other comprehensive income. The expense calculation recognises the probability of the performance hurdles being achieved.

Note 15. Share-based payments (continued)

b. Capitalised as equity

The Company issued 490,482,515 Options to in connection with capital raising, these were issued for nil consideration, are exercisable at \$0.05 each, and expire on 14 October 2028. See details below;

	Grant date	Expiry date	Exercise price	Number of Options Issued	Charge to Equity
Broker Options	14-Oct-25	14-Oct-28	0.05	30,000,000	407,911
Directors Options	14-Oct-25	14-Oct-28	0.05	75,000,000	1,019,777
Placement Options	14-Oct-25	14-Oct-28	0.05	166,666,000	2,266,148
Loyalty Options	14-Oct-25	14-Oct-28	0.05	218,816,515	3,354,795
Total				490,482,515	7,048,631

Note 16. Employee Options, Restricted Stock Units and Performance Stock Units

The Employee Award Plan ("Plan") was approved by shareholders at the 2022 Annual General Meeting. The Plan is designed to provide long-term incentives for senior managers and above (including executive Directors) to deliver long-term shareholder return.

(a) Restricted Stock Units

RSUs granted under the Plan are for no consideration and carry no dividend or voting rights.

The terms and conditions of RSUs on issue at 31 December 2025 affecting remuneration of Directors and employees in this reporting period are as follows:

Vesting conditions typically include:

- Participants continuing as an employee of the Company through the applicable vesting date, where a change in control occurs while still employed by the Company, any then un-vested RSUs shall immediately vest. Settlement of a share may be settled in the form of a share or cash at the sole discretion of the Board of Directors.
- RSUs typically vest in four (4) annual increments are subject to a minimum three (3) year lock from the grant date.
- RSUs granted under the Plan are for no consideration and carry no dividend or voting rights.

Lake Resources NL
Notes to the financial statements
for the half-year ended 31 December 2025

Note 16. Employee Options, Restricted Stock Units and Performance Stock Units (continued)

(a) Restricted Stock Units (continued)

Unvested RSU expenses not yet recognised:

Grant date	Vesting date	Number of units allotted	Fair value price	Valuation \$
15-Sep-22	15-Sep-26	250,000	\$0.930	232,500
1-Feb-23	1-Feb-26	43,750	\$0.815	35,656
	1-Feb-27	43,750	\$0.815	35,656
20-Jun-23	20-Jun-26	118,647	\$0.460	54,578
	20-Jun-27	118,647	\$0.460	54,578
11-Aug-23	11-Aug-26	37,500	\$0.210	7,875
	11-Aug-27	37,500	\$0.210	7,875
11-Dec-23	11-Dec-25	146,106	\$0.125	18,263
	11-Dec-26	146,106	\$0.125	18,263
	11-Dec-27	146,106	\$0.125	18,263
11-Dec-23	11-Dec-26	6,313,960	\$0.130	820,815
	11-Dec-27	6,313,960	\$0.130	820,815
11-Dec-23	11-Dec-26	5,844,230	\$0.130	759,750
	11-Dec-27	5,844,230	\$0.130	759,750
31-Dec-23	31-Dec-25	2,918,997	\$0.130	379,470
	31-Dec-26	2,918,997	\$0.130	379,470
18-Dec-24	19-Dec-27	19,575,962	\$0.078	1,526,925
	19-Dec-28	19,575,962	\$0.078	1,526,925
18-Dec-25	19-Dec-28	16,780,459	\$0.097	1,627,705
	19-Dec-29	16,780,459	\$0.097	1,627,705
Total		103,955,328		10,712,837

Six-month expenses recognised during the reporting period include:

Grant date	Number of RSUs granted	Expiry date	Exercise price	Fair value	Expensed \$
15-Sep-22	250,000	15-Sep-26	\$0.930	-	43,176
16-Jan-23	-	16-Jan-28	-	-	5,870
1-Feb-23	87,500	1-Feb-28	-	-	10,477
20-Jun-23	237,293	20-Jun-27	-	-	10,633
11-Aug-23	75,000	11-Aug-27	-	-	2,648
11-Dec-23	13,066,236	11-Dec-27	-	-	410,157
11-Dec-23	11,688,462	11-Dec-27	-	-	70,384
31-Dec-23	5,837,995	31-Dec-26	-	-	49,562
18-Dec-24	19,575,962	18-Dec-28	-	-	568,540
18-Dec-24	19,575,962	18-Dec-25	-	-	744,798
18-Dec-25	33,560,918	18-Dec-30	-	-	45,218
	103,955,328				1,961,463

Note 16. Employee Options, Restricted Stock Units and Performance Stock Units (continued)

(b) Options

Options granted under the Plan are for no consideration and carry no dividend or voting rights.

The terms and conditions of Options on issue at 31 December 2025 affecting remuneration of Directors and employees in this financial period or reporting period are as follows:

Vesting conditions typically include:

- Participant continuing as an employee of the Company through the applicable vesting date, where a change in control occurs while still employed by the Company, any then un-vested Options shall immediately vest. Settlement of a share may be settled in the form of a share or cash at the sole discretion of the Board of Directors.
- Options granted under the Plan are for no consideration and carry no dividend or voting rights.

Under the Plan, participants are granted Options which vest in 25% increments on each of the first four anniversaries of the commencement date. These Options have been valued using the Black-Scholes model with the following assumption:

- The fair value of Options granted is determined using either the Binomial or Black-Scholes option pricing model, which considers the exercise price, expected term, dilution, share price at grant date, expected volatility, dividend yield, risk-free interest rate and relevant non-vesting conditions.

Six-months expenses recognised during the period include:

Grant date	Number of Options granted	Expiry date	Exercise price	Fair value	Expensed \$
20-Jul-22	1,000,000	20-Jul-25	\$0.700	\$0.700	-
22-Aug-22	1,000,000	22-Aug-25	\$1.500	\$1.500	-
15-Sept-22	4,000,000	15-Sep-27	\$1.130	\$1.130	115,450
10-Oct-22	125,000	10-Oct-27	\$0.995	\$0.995	-
11-Oct-22	75,000	11-Oct-27	\$0.990	\$0.990	-
14-Nov-22	18,750	14-Nov-27	\$1.175	\$1.175	-
21-Nov-22	12,500	21-Nov-27	\$1.060	\$1.060	-
1-Jan-23	202,438	1-Jan-28	\$0.800	\$0.800	-
9-Jan-23	1,000,000	9-Jan-28	\$0.830	\$0.840	-
11-Jan-23	18,750	11-Jan-28	\$0.835	\$0.835	-
16-Jan-23	50,000	16-Jan-28	\$0.825	\$0.810	(23,184)
1-Feb-23	632,942	1-Feb-28	\$0.815	\$0.815	9,826
1-April-23	37,500	1-April-28	\$0.445	\$0.445	-
20-Jun-23	632,782	20-Jun-28	\$0.460	\$0.460	22,824
11-Aug-23	75,000	11-Aug-28	\$0.210	\$0.210	695
	8,880,662				125,611

Note 16. Employee Options, Restricted Stock Units and Performance Stock Units (continued)

(c) Performance Stock Units

PSUs granted under the Plan are for no consideration and carry no dividend or voting rights.

The terms and conditions of PSUs on issue at 31 December 2025 affecting remuneration of Directors and employees in this reporting period are as follows:

Vesting conditions typically include:

PSUs issued as at 30 June 2024 vest in tranches based on achievement of share price targets. These market-based awards vest in 25% increments when the 10-day volume-weighted average share price increases from \$0.13 by 250%, 400%, 500%, 750%.

PSUs issued during the year ended 30 June 2025 vest in tranches based on achievement of share price targets. These market-based awards vest in 25% increments when the 10-day volume-weighted average share price increases from \$0.078 by 420%, 670%, 830%, 1280%.

PSUs issued during the six-month period ending 31 December 2025 vest in tranches based on achievement of share price targets. These market-based awards vest in 25% increments when the 10-day volume-weighted average share price increases from \$0.097 by 340%, 536%, 670%, 1010%.

PSU conversions are subject to a minimum three (3) year lock from the grant date.

These PSUs have been valued using Monte Carlo simulation with the following assumptions:

Grant date	18-Dec-25	18-Dec-24	11-Dec-23
Expiration Date	18-Dec-30	18-Dec-27	11-Dec-26
Share Price at grant date	\$0.10	\$0.041	\$0.13
Exercise (Strike) Price	\$0.000	\$0.000	\$0.000
Time to Maturity (in years)	5	5	5
Annual Risk-Free Rate	4.258%	3.897%	4.01%
Annualised Volatility	93.251%	100.770%	100.068%

Note 16. Employee Options, Restricted Stock Units and Performance Stock Units (continued)

(c) Performance Stock Units (continued)

Unvested PSU expenses not yet recognised

Grant date	Number of PSU's allotted	Performance measure	Fair value	Valuation \$
11-Dec-23	7,467,786	250% of current share price.	\$0.12	918,538
	7,467,786	400% of current share price.	\$0.11	851,328
	7,467,786	500% of current share price.	\$0.11	836,392
	7,467,786	750% of current share price.	\$0.10	739,311
18-Dec-24	10,328,846	420% of current share price.	\$0.03	330,323
	10,328,846	670% of current share price.	\$0.03	291,273
	10,328,846	830% of current share price.	\$0.02	257,188
	10,328,846	1280% of current share price.	\$0.02	238,596
18-Dec-25	7,222,704	340% of current share price.	\$0.08	592,262
	7,222,704	536% of current share price.	\$0.07	520,035
	7,222,704	670% of current share price.	\$0.07	498,367
	7,222,704	1010% of current share price.	\$0.06	447,808
	100,077,344			6,521,620

Six-months expenses recognised during the period include:

Grant date	Number of PSUs granted	Expiry date	Fair value	Expensed \$
11-Dec-23	29,871,145	11-Dec-28	\$0.041	376,033
18-Dec-24	41,315,385	18-Dec-29	\$0.130	227,159
18-Dec-25	28,890,814	18-Dec-30	\$0.097	16,200
	100,077,344			619,392

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Note 17. Related party transactions

Parent entities

Lake Resources NL is the parent entity.

Subsidiaries

Interests in subsidiaries are set out below.

Name of entity	Principal place of business/Country of incorporation	Ownership interest	
		31 December 2025	31 December 2024
		%	%
Kachi Lithium Pty Ltd*	Australia	80	80
Lith NRG Pty Ltd	Australia	100	100
Minerales Australes SA	Argentina	100	100
Morena del Valle Minerals SA*	Argentina	80	80
Lake Resources CRN Pty Ltd	Australia	100	100
Lake Corporate FL LLC**	USA	100	100
Lake Corporate Inc**	USA	100	100

* Refer to Note for details in the non-controlling interest in Kachi Lithium Pty Ltd ("KLPL") which owns Morena del Valle Minerals SA.

** Lake Corporate FL LLC and Lake Corporate Inc. were incorporated on 31 August 2022 as wholly owned subsidiaries of Lake Resources NL.

KLPL was incorporated on 26 August 2021 as a wholly owned subsidiary of Lith NRG Pty Ltd. KLPL will be the vehicle through which Kachi will operate and is the owner of the shares of Morena del Valle Minerals SA. Under the agreement with Lilac, Lilac has the ability to earn up to 25% of the ownership of KLPL.

Transactions with other related parties

The following transactions occurred with related parties:

	31 December 2025	31 December 2024
	\$	\$
<i>Payment for services</i>		
Consultancy services provided by companies associated with Mr. Stuart Crow (Director)	31,954	-

Lake Resources NL
Directors' declaration
for the half year ended 31 December 2025

In the Directors' opinion:

- (a) the Consolidated financial statements and Notes:
 - (i) complying with Accounting Standards, the *Corporations Regulations 2001* and AASB 134 Interim Financial Reporting; and
 - (ii) giving a true and fair view of the Consolidated entity's financial position as at 31 December 2025 and of its performance for the half-year ended on that date.
- (b) In the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts and when they become due and payable.

The Directors have been given the declarations required by section 295A of the Corporations Act 2001.

Signed in accordance with a resolution of Directors made pursuant to section 295(5)(a) of the Corporations Act 2001.

On behalf of the Directors



S. Crow
Director
27 February 2026

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Lake Resources NL

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Lake Resources NL (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2025, 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, 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:

- i. Giving a true and fair view of the Group's financial position as at 31 December 2025 and of its financial performance for the half-year ended on that date; and
- ii. 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 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 the 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 the same terms if given to the directors as at the time of this auditor's review report.

Material uncertainty relating to going concern

We draw attention to Note 1 in the financial report which describes the events and/or conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and therefore the Group may be unable to realise its assets and discharge its liabilities in the normal course of business. Our conclusion is not modified in respect of this matter.

Responsibility of the directors for the 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 is true and fair and is free from material misstatement, whether due to fraud or error.

Auditor's responsibility for the review of the financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2025 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.

BDO Audit Pty Ltd

M Taylor
Director

Brisbane, 27 February 2026