



QUARTERLY REPORT

For the period
ending 31
March 2025

MARCH QUARTER HIGHLIGHTS

- Progress on License renewals
- Maiden Mineral Resource Estimate (MRE) update
- Loan funding secured
- As at 31 March 2025, Cash Balance of \$0.5m with funds available on call of a further \$0.8m

First Lithium Limited (“FL1”, or “the Company”) is pleased to provide an update on its activities for the March 2025 quarter.

First Lithium Managing Director, Venkatesh Padala said:

“The Company believes the license renewals are now very close, with confirmation from the Mali Government of the renewal process recommencing recently. This along with the recent loan funding secured and the pending MRE results which are due to be finalised for release in the June Quarter 2025, align well with the Company’s 2025 objectives.”

PERMIT RENEWAL APPLICATIONS LODGED

The Government of the Republic of Mali recently announced¹ plans to partially lift the suspension of mining permits which took effect on 15 March 2025. The suspension has been in place across the country since September 2022, and the lifting will again allow the submission of applications for exploration permits and renewals. FL1 has received a letter from the National Director of Geology and Mines in Mali confirming geophysical survey work can continue on both the Faraba and Blakala permits in the interim, with direct meetings with the Government of Mali confirming the requirements for the licence renewal process, which is now being finalised.

TENURE STATUS

The following is a summary of the Exploration Permits and their associated Mining Convention (held in FL1's 100% owned subsidiary):

Exploration Permit	Exploration License	Holder	EL Validity		Status
Faraba	PR 1375/18	Intermin Lithium SARL	16/4/2018	16/4/2024	Pending Renewal
Gouna	PR 1382/18	Intermin Lithium SARL	15/5/2018	15/5/2024	Pending Renewal

Figure 1: FL1 Tenure status

FUNDING FACILITY

The Company confirmed that it had finalised a loan of up to a total of \$1,200,000 (before costs) via Loan Agreement with sophisticated and professional investors, including existing substantial shareholders of the Company. The process was managed by CPS Capital as the Company's Corporate Advisor. The loan is not secured against any of the Company's assets.

The Company has received signed loan agreements from sophisticated and professional investors for a loan up to \$1,200,000 (before costs) to be made available in three tranches each of \$400,000. The Loan Agreement terms are summarised below:

- **Advance:** up to \$1,200,000 (before costs) will be made available as follows:
 - \$400,000 until 31 March 2025;
 - \$400,000 from 31 March 2025 until 30 May 2025; and
 - \$400,000 from 30 May 2025 to 30 July 2025.
- **Repayment Date:** any amounts owing to the lender (including accrued interest) must be repaid and fully discharged by 30 December 2025 (**Repayment Date**). No repayments are due until this date. The Company may elect to repay amounts owing in whole or part in cash at any time prior to the Repayment Date.
- **Interest:** interest accrues on amounts owing at 10% per annum.
- **Conversion:** the lender may elect to convert any amounts owing (including accrued interest) into fully paid ordinary shares in the Company at an issue price of \$0.10 per share (**Loan Shares**). On conversion, the lender will be entitled to receive 1 unlisted option (exercisable at \$0.30 and expiring 30 June 2028) for every share issued on conversion (**Loan Options**).
- **Shareholder Approval:** the issue of any Loan Shares and Loan Options will be subject to the Company obtaining any required Shareholder approvals under the *Corporations Act 2001* (Cth) or ASX Listing Rules prior to the issue.
- **Loan Terms:** The convertible notes are on market standard terms and do not contain one or more of the features noted in section 5.9 of Guidance Note 21.

The Company has engaged CPS Capital Group Pty Ltd (**CPS Capital**) to act as lead manager to facilitate the Loan. Under CPS Capital's mandate, CPS Capital will receive fees of 6% of funds raised under the Loan. CPS Capital will also receive 2,000,000 unlisted options (exercisable at \$0.30 and expiring 30 June 2028) (**Lead Manager Options**) and 4,000,000 unlisted Options, subject to conversion of tranche 1 of the Loan amount, (**Subscriber Options**) at an issue price of \$0.00001 per Option (**Broker Options**).

Any Loan Shares and Loan Options issued on conversion of the Loan will be issued subject to the Company obtaining any required Shareholder approvals under the Corporations Act and ASX Listing Rules (including ASX Listing Rules 7.1 or 10.11, where applicable). The Company will hold a General Meeting in late May-early June 2025 for this purpose.

The Company will seek Shareholder approval under ASX Listing Rules 7.1 for the issue of the Broker Options.

USE OF FUNDS

The funds raised from the Loan Note will be used primarily to finalise the license renewal process and advance the Maiden Resource Estimate (MRE) for the Project as well as general working capital.

CORPORATE

First Lithium had a cash balance of \$0.5m at 31 March 2025. Exploration and evaluation expenditure incurred for the year to date was \$715k.

Related Party Transactions

Payments to related parties of the entities and their associates (refer section 6 of Appendix 5B):

- Included at section 6.1 – Comprises: Remuneration of Directors - \$97k
- Included at section 6.2 – Comprises: Remuneration of directors - Nil

Listing Rule 5.3.1 and 5.3.2

In accordance with ASX Listing Rule 5.3.1, the Company confirms that there have been no material developments or changes to its exploration activities, and provide the following information:

- Approximately \$83k was incurred by the Company in respect of exploration activity for the quarter ended 31 March 2025, primarily on:
 - MRE estimation, geological mapping and reconnaissance field work

- A summary of the specific exploration activities undertaken on the two permits held is included in this activity report.

In accordance with ASX Listing Rule 5.3.2, the Company advises that no Mining Development or Production activities were conducted during the quarter.

Listing Rule 5.3.4

The Company provides the following disclosures required by ASX regarding a comparison of actual expenditure to date since re-listing on 28 September 2023 against use of funds statement in the Prospectus dated 30 June 2023.

Expenditure	Funds Allocated under Prospectus	Actual to 31 March 2025	Variance	Note
	\$	\$	\$	
Exploration – Mali Lithium Project	4,732,782	5,214,580	481,798	1
Expenses of the Offers	560,000	248,862	(311,138)	2
Corporate and administration costs	650,000	1,753,757	1,103,757	3
Working capital	552,396	-	(552,396)	4
Capital raising	-	(2,401,964)	(2,401,964)	5
Capital raising costs	-	173,871	173,871	5
Total	6,495,178	4,989,106	(1,506,072)	

The Use of Funds table is a statement of current intentions, investors should note that the allocation of funds set out in the table may change depending on a number of factors including the results of exploration, outcome of development activities, regulatory developments and market and general economic conditions.

1. Exploration at the Mali Lithium Project is currently over the use of funds budget by \$482k. The variance is due to additional capital raisings conducted since re-listing on 28 September 2023.
2. Expenses of the offer is currently under the use of funds budget by \$311k. The variance was due to costs of the offer being over estimated and some budgeted costs being paid from existing cash reserves.
3. Corporate and administration costs include business running costs, director's fees and related party payments, ASX compliance costs and corporate expenses. Additional funds have been allocated to be spent for administration purposes due to an additional capital raising conducted during the 24-month period since re-listing on 28 September 2023.
4. Working capital is currently under the use of funds budget by \$552k. This is set aside as a reserve of funding for effective capital management.
5. In the June 2024 quarter, the Company completed a capital raising of \$2.16m (before costs) to advance exploration activities and provide working capital. In the March 2025 quarter, the Company announced a debt capital raising of up to \$1.2m (before costs). \$215k had been received under the loan agreements by the end of the reporting quarter.

Ends-

The Board of Directors of First Lithium Ltd authorised this announcement to be given to the ASX.

Further information contact:

Venkatesh Padala
Managing Director

T: +61 8 9481 0389

E: info@firstlithium.com.au

ABOUT FIRST LITHIUM

First Lithium (ASX code: FL1) is at the forefront of lithium exploration and sustainable development, focusing on pioneering projects like Blakala and Faraba in Mali. Our management team has significant in-country experience and specialist advisors with extensive lithium exploration and government relations expertise.

Our commitment goes beyond the pursuit of lithium riches; it's about powering tomorrow responsibly. We recognise the global demand for lithium and are dedicated to positively impacting local communities while ensuring environmentally sensitive practices.

Directors

Venkatesh Padala	Managing Director
Lee Christensen	Chairman
Andrew Law	Non-Executive Director
Jason Ferris	Non-Executive Director

Capital Structure

Shares on issue :	108,673,604
Options on issue:	a) 17,904,603 FL10 listed options B) 45,300,000 options with an exercise price of \$0.30 per option and an expiry of 28 September 2026 (and other varied exercise prices and dates) C) 5,000,000 director options with an exercise price of \$0.282 per option and an expiry of 12 March 2028

Performance Rights:	15,000,000 performance rights, subject to certain milestones.
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Competent Persons Statement

Except where indicated, exploration results above have been reviewed and compiled by Mr Kobus Badenhorst, a Competent Person who is a Member of SACNASP and the South African Geological Society (GSSA), with over 26 years of experience in metallic and energy mineral exploration and development, and as such has sufficient experience which is relevant to the style of mineralisation and type of deposits under consideration as a Competent Person as defined in the 2012 Edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves”. Mr Badenhorst is the Managing Director of GeoActiv Dynamic Geological Services and consents to the inclusion of this technical information in the format and context in which it appears. Some parts of the reporting were prepared by Mr Robert Barnett, the designated Competent Person for mineral resource declaration being conducted by Pivot Mining Consultants (Pty) Ltd of South Africa.

Cautionary Statement – Visual Estimates

This announcement contains references to visual results and visual estimates of mineralisation. FL1 advises there is uncertainty in reporting visual results. Visual estimates of mineral findings should not be considered a substitute for laboratory analysis where concentrations or grades are provided with scientific accuracy. Visual estimates also potentially provide no information regarding impurities or other factors relevant to mineral result valuations. The presence of pegmatite rock does not necessarily indicate the presence of Lithium mineralisation. Laboratory chemical assays are required to determine the grade of mineralisation.

Forward-Looking Statements

This announcement contains forward-looking statements which are identified by words such as ‘may’, ‘could’, ‘believes’, ‘estimates’, ‘targets’, ‘expects’, or ‘intends’ and other similar words that involve risks and uncertainties.

These statements are based on an assessment of present economic and operating conditions, and on a number of assumptions regarding future events and actions that, as at the date of this announcement, are expected to take place.

Such forward-looking statements are not guarantees of future performance and involve known and unknown risks, uncertainties, assumptions and other important factors, many of which are beyond the control of the Company, the Directors and the Company’s management.

The Company cannot and does not give any assurance that the results, performance or achievements expressed or implied by the forward-looking statements contained in this announcement will actually occur, and investors are cautioned not to place undue reliance on these forward-looking statements.

The Company has no intention to update or revise forward-looking statements, or to publish prospective financial information in the future, regardless of whether new information, future events or any other factors affect the information contained in this announcement, except where required by law.

These forward-looking statements are subject to various risk factors that could cause the Company's actual results to differ materially from the results expressed or anticipated in these statements.

Appendix 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

FIRST LITHIUM LIMITED

ABN

67 009 081 770

Quarter ended ("current quarter")

31 March 2025

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation (if expensed)	-	-
(b) development	-	-
(c) production	-	-
(d) board remuneration	(88)	(264)
(e) administration and corporate costs	(159)	(809)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	1	1
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(246)	(1,072)

2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	-
(d) exploration & evaluation (if capitalised)	(83)	(715)
(e) investments	-	-
(f) other non-current assets	-	-

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	Net cash from / (used in) investing activities	(83)	(715)
3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	27
3.2	Proceeds from issue of convertible debt securities	215	215
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	(158)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	Net cash from / (used in) financing activities	215	84
4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	628	2,216
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(246)	(1,072)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(83)	(715)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	215	84

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	-	1
4.6	Cash and cash equivalents at end of period	514	514

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	499	613
5.2	Call deposits	15	15
5.3	Bank overdrafts		
5.4	Other (held by share registry)		
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	514	628

6.	Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1	97
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-

Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

7. Financing facilities	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
<i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		
7.1 Loan facilities	1,200	215*
7.2 Credit standby arrangements	-	-
7.3 Other (please specify)	-	-
7.4 Total financing facilities	1,200	215

7.5 **Unused financing facilities available at quarter end** **985**

7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.

See ASX Announcement 26 March 2025 – Funding and License Renewal Update for full details on the Loan Agreement terms and conditions.

* The full initial \$400,000 drawdown was facilitated prior to 31 March 2025, with the remaining \$185,000 received by the Company in early April 2025.

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (Item 1.9)	(246)
8.2 Capitalised exploration & evaluation (Item 2.1(d))	(83)
8.3 Total relevant outgoings (Item 8.1 + Item 8.2)	(329)
8.4 Cash and cash equivalents at quarter end (Item 4.6)	514
8.5 Unused finance facilities available at quarter end (Item 7.5)	985
8.6 Total available funding (Item 8.4 + Item 8.5)	1,499
8.7 Estimated quarters of funding available (Item 8.6 divided by Item 8.3)	4.6

Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.

8.8 If Item 8.7 is less than 2 quarters, please provide answers to the following questions:

1. Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?

Answer: N/A

2. Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?

Answer: N/A

3. Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer: N/A

Compliance statement

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

Date: 28 April 2025

Authorised by: By the Board of First Lithium Limited
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.