

Fulcrum Lithium Ltd

and its controlled entities

ABN: 23 665 528 307

Interim Financial Statements

For the Half Year Ended 31 December 2025

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For the Half Year Ended 31 December 2025

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FULCRUM LITHIUM LTD and its controlled entities Directors' Report

The Directors present their report together with the condensed consolidated interim financial statements of the Group, comprising Fulcrum Lithium Ltd (**Fulcrum** or **the Company**) and its controlled entities, for the half year ended 31 December 2025.

DIRECTORS

The names of each person who has been a Director of the Company during the half year and to the date of this report are:

Mr Norman A. Seckold

Executive Chairman - Appointed 6 February 2023

Mr Seckold graduated with a Bachelor of Economics degree from the University of Sydney in 1970. He has spent more than 40 years in the full time management of natural resource companies, both in Australia and overseas.

Mr Seckold has been the Chairman of a number of publicly listed companies including Moruya Gold Mines (1983) N.L., Pangea Resources Limited, Timberline Minerals, Inc. Perseverance Corporation Limited, Valdora Minerals N.L., Viking Gold Corporation, Mogul Mining N.L., Santana Minerals Ltd and Bolnisi Gold N.L.

Mr Seckold is currently Chairman of ASX Listed Alpha HPA Limited, Nickel Industries Limited, Sky Metals Limited and Minerals Exploration Limited.

Mr Peter J. Nightingale

Executive Director, Chief Financial Officer and Company Secretary - Appointed 6 February 2023

Mr Nightingale graduated with a Bachelor of Economics degree from the University of Sydney and is a member of Chartered Accountants Australia and New Zealand. He has worked as a chartered accountant in both Australia and the USA.

As a director or company secretary, Mr Nightingale has, for more than 35 years, been responsible for the financial control, administration, secretarial and in-house legal functions of a number of private and public listed companies in Australia and the USA including Alpha HPA Limited, Bolnisi Gold N.L. and Nickel Industries Limited.

Mr Nightingale is currently a director of ASX listed European Resources Limited and Minerals Exploration Limited.

Mr Foster V. Wilson

Non-Executive Director - Appointed 6 February 2023

Mr Wilson has over 40 years of experience, with a focus on lithium claystone and brine exploration projects, in roles ranging from reserve drilling and estimation, feasibility studies, mine permitting and development. He has worked in various capacities for Placer Dome Inc., Echo Bay Mines Ltd., American Bonanza Gold Corp. and various junior exploration companies.

Mr. Wilson served as President of TSX-V listed Mesa Uranium Corporation from 2005 to 2020. Mr. Wilson was a director of CSE listed Alpha Lithium Corporation from 2016 to 2023.

Mr Wilson currently serves as a director of TSX-V listed Atomic Minerals Corporation and CSE listed Global Uranium Corporation.

Mr Anthony Sgro

Non-Executive Director - Appointed 6 February 2023

Mr Sgro is a Chemical Engineer, graduating from University of Sydney. His studies included a thesis on Minerals Chlorination, which focused on the application of chlorination techniques to the extractive metallurgy of various minerals including titanium, nickel, chromium and tungsten ores. He also completed a Graduate Diploma in Marketing from Macquarie University School of Business.

In a career spanning 45 years, Mr Sgro was involved in the technical and commercial aspects of supply of specialised equipment to the major process industries including oil and gas, petrochemical, chemical and mining industries, including equipment specification, material selection, commercial and technical aspects of large tenders, contract negotiation and contract management.

Mr Sgro is currently a non-executive director of ASX listed Alpha HPA Limited.

FULCRUM LITHIUM LTD and its controlled entities Directors' Report

REVIEW OF OPERATIONS

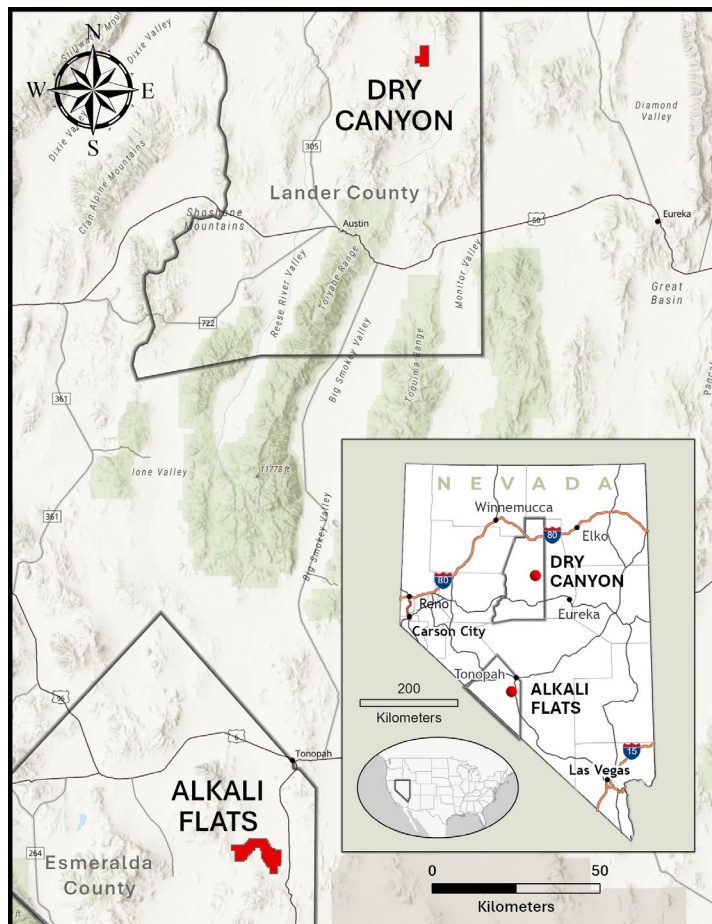
The Company owns a 100% interest in the Alkali Flats lithium project comprising 802 lode claims (approximately 66km²) located within Esmeralda County on Federal public lands owned and administered by the United States government and the Dry Canyon lithium project comprising 201 lode claims (approximately 17km²) located within Lander County on Federal public lands owned and administered by the United States government.

Fulcrum's projects are proximate to, or on trend with, significant lithium projects at various stages of exploration and development in a geologic setting with demonstrated success and a mining friendly jurisdiction.

The Alkali Flats project is situated approximately 15km south of the Tonopah Flats (American Battery Technology Company) and TLC (American Lithium Corporation) lithium projects and 10km east of the Silver Peak (Albemarle Corporation) lithium mine, the only operating lithium mine in the USA.

The Dry Canyon project is situated approximately 75km south of Battle Mountain, a major mining services centre in Nevada.

All of the Company's lode claims are unpatented and include rights to all locatable subsurface minerals and, under current law, ownership of an unpatented lode claim is maintained by the owner paying an annual mining claim maintenance fee of US\$200 per claim each year by 1 September.



LOCATION OF FULCRUM'S NEVADA LITHIUM PROJECTS

Key achievements during the half year ended 31 December 2025 include:

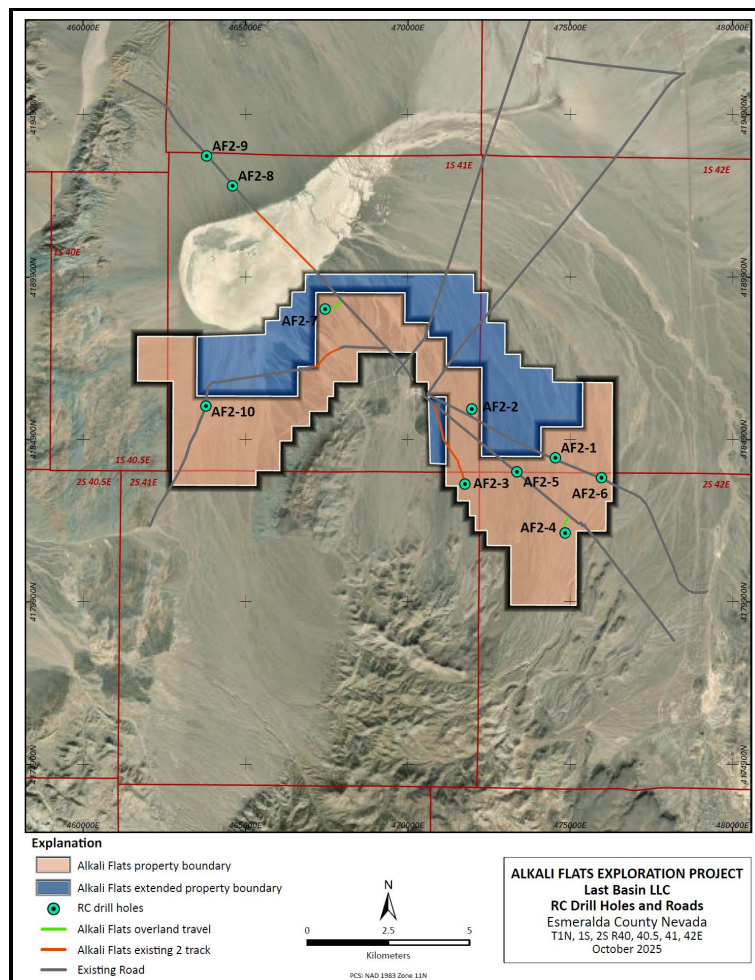
- Claim staking operations at both Alkali Flats and Dry Canyon to secure land tenure at both projects.
- Completion of a geophysical survey at Alkali Flats.
- An initial metallurgical program for the Alkali Flats project.
- Integration of the geological and geochemical assay data from the drilling programs, all resulting in a significant discovery at Alkali Flats.
- Completion of a geological sampling program at the Dry Canyon project.

FULCRUM LITHIUM LTD and its controlled entities Directors' Report

ALKALI FLATS PROJECT

The Alkali Flats project is targeting the Siebert Formation or equivalent claystones which host in excess of 60 million tonnes of reported lithium carbonate equivalent resources at several deposits in nearby third-party projects.

During the half year, and as part of the annual lode claim renewal process by 1 September, the Alkali Flats project lode claims package was assessed based on the geologic knowledge gained from the Phase 1 and Phase 2 reverse circulation (RC) drilling and other field activities over the prior year. As a result of this assessment, the Alkali Flats project was reshaped with a focus on the highly prospective areas discovered in the southwest of the basin. As a result, some lode claims were not renewed and others added to the Alkali Flats project lode claims portfolio for the 2025/2026 USA Bureau of Land Management (BLM) lease maintenance year.



THE RESHAPED ALKALI FLATS PROJECT

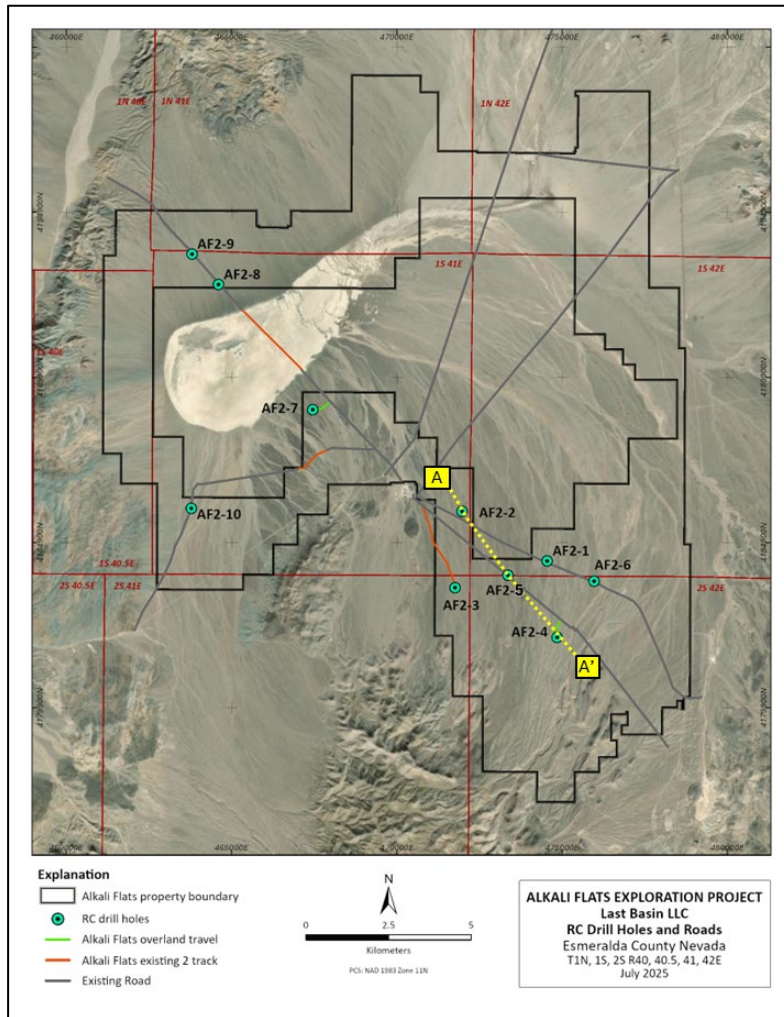
Alkali Flats Phase 2 Discovery

After the Alkali Flats Phase 2 drilling program that was completed in the previous half year reporting period, the geological and geochemical assay data was integrated and interpreted to declare a significant discovery of lithium mineralised claystones with highlights including:

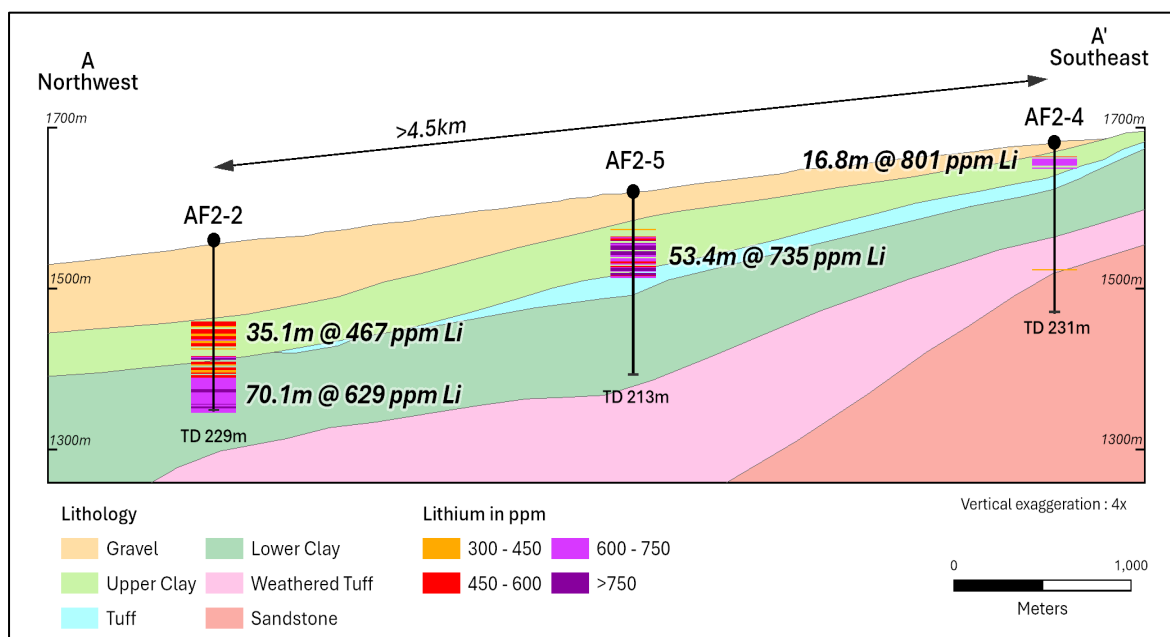
- Lithium mineralised claystones >300ppm lithium (Li) intercepted in all 8 holes that penetrated the Siebert Formation with thicknesses up to 112m.
- Assay results include:
 - 10.7m at 904ppm Li in AF2-4.
 - 6.1m at 938ppm Li in AF2-10.
- A large areal extent of mineralisation of at least 9km².
- Mineralisation remained open in all directions.

As discussed below, subsequent to the completion of the Phase 2 drilling program, data from a Controlled-Source Audio-Frequency Magnetotelluric (CSAMT) geophysical survey increased the areal extent of known mineralisation to 42km².

FULCRUM LITHIUM LTD and its controlled entities Directors' Report



ALKALI FLATS PHASE 2 DRILL HOLE LOCATIONS

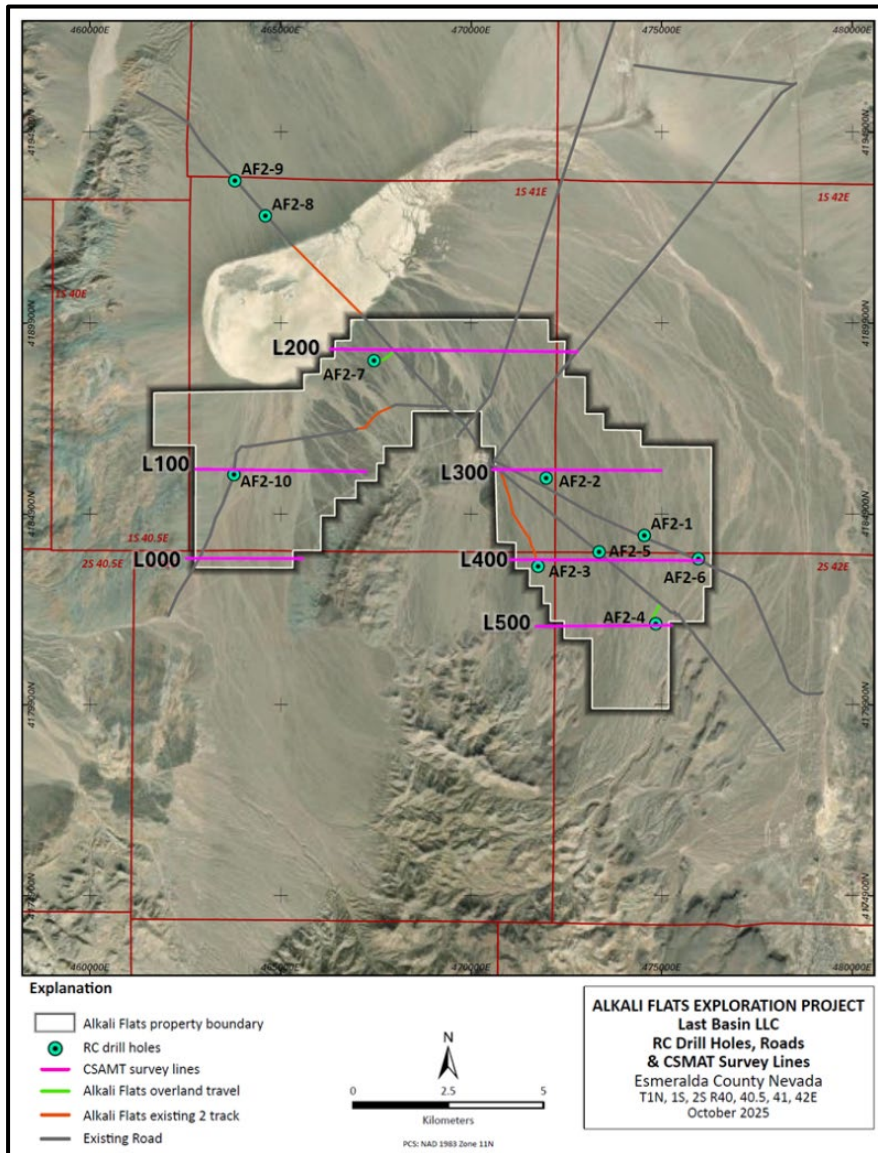


CROSS SECTION (A-A') FROM ALKALI FLATS PHASE 2 DRILLING SHOWING INTERCEPTED LITHOLOGIES AND LITHIUM CONCENTRATION (4X VERTICAL EXAGGERATION)

FULCRUM LITHIUM LTD and its controlled entities Directors' Report

Geophysical Survey

In October 2025, Fulcrum completed a 25km CSAMT geophysical survey to map potential extensions of lithium claystones intersected in the Phase 2 drilling. CSAMT surveys are a commonly used geophysical technique for identifying the presence of highly electrically conductive rocks, such as claystones, by transmitting harmless electrical signals into the ground and recording the response at receiver stations.



ALKALI FLATS CSAMT SURVEY LOCATION

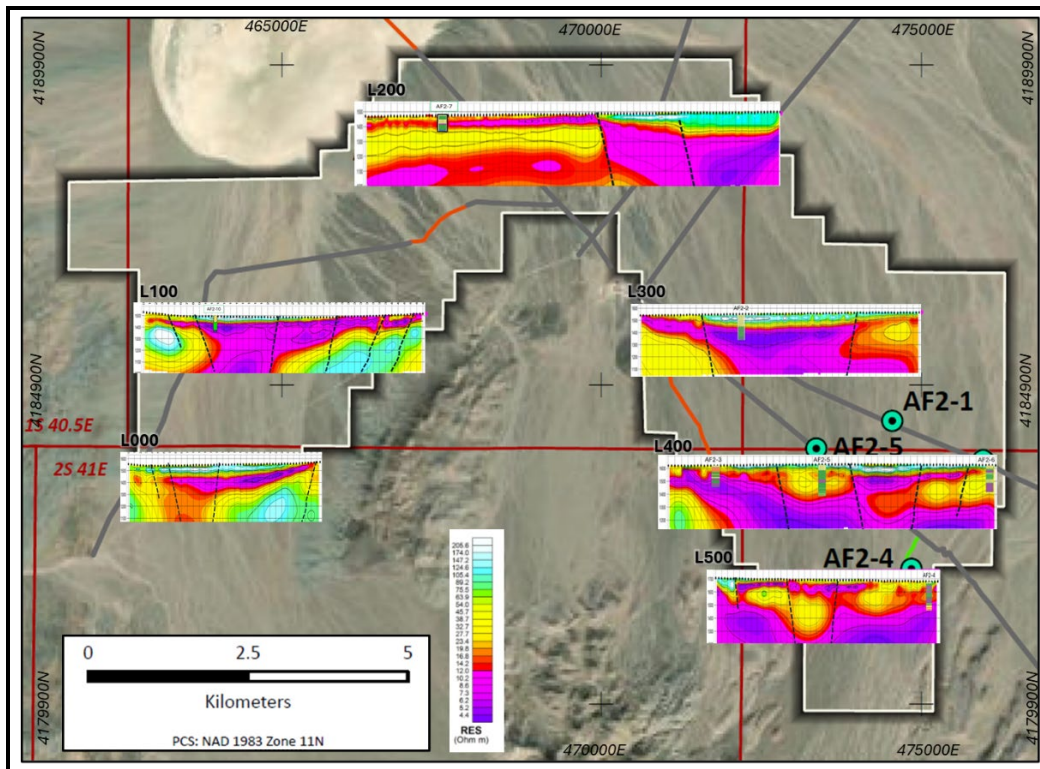
The survey provided high quality data during field operations and following final processing audits has been calibrated to the Phase 2 drilling results and interpreted by the geological team. The survey data is valuable for structural and lithological interpretation and has been used to assist the planning of optimal drill hole locations in the upcoming Phase 3 drilling campaign.

The 25km of 2D survey lines were designed in an EW parallel grid to tie into the existing Phase 2 drill holes for geological calibration and to map the basin architecture to guide the 3D geological and resource models. The 2D sections were interpreted by the Fulcrum geological team and extensions of lithium mineralised claystones of the Seibert Formation were interpreted along with overburden gravel thickness, basement terranes as well as structural trends and extensional faults.

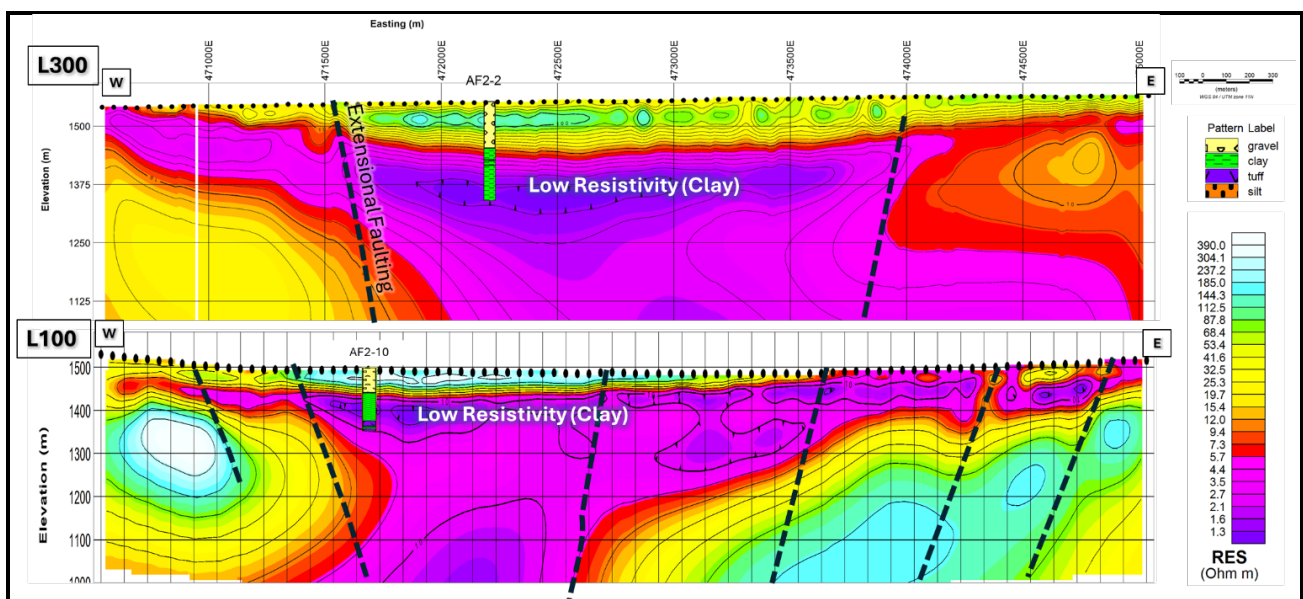
FULCRUM LITHIUM LTD and its controlled entities Directors' Report

Mineralisation at the AF2-2 drill hole location remains open at depth and is currently known to be 112m thick. At this location, the CSAMT data detected a potential significant lithium claystone interval over 300m thick. Importantly, structural dips and upthrown fault blocks are interpreted to bring thick mineralised clays much closer to the surface, to less than 25m. The CSAMT low resistivity response from the horizons where lithium bearing clays have been intersected in the Phase 2 drilling can be mapped and extrapolated over an area of approximately 42km², a significant areal increase compared with the 9km² area proven by the Phase 2 drilling results.

The mapped extensions and structural information from the CSAMT survey assisted in the planning of the Phase 3 drilling program and will assist in future geological and resource modelling.

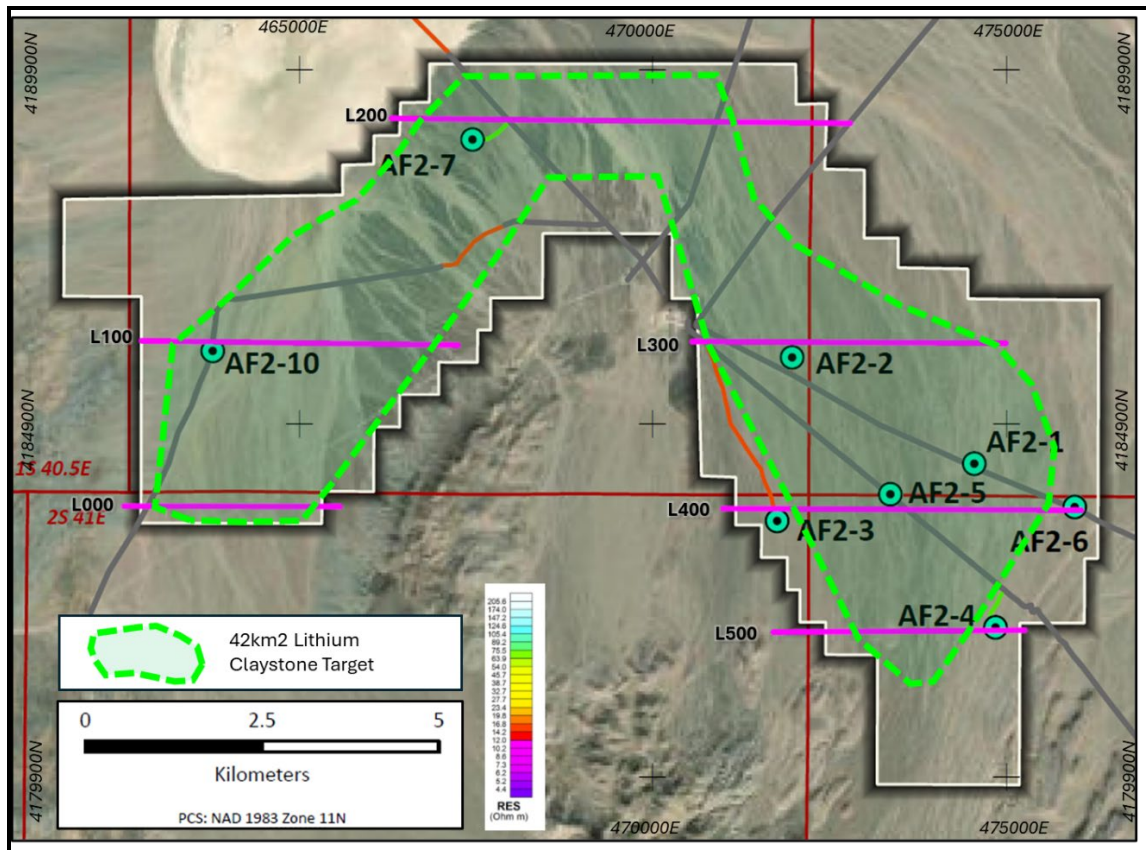


ALKALI FLATS CSAMT 2D INVERSION RESULTS



CSAMT 2D INVERSION DATA WITH BASIC INTERPRETATION (LINES L100 AND L300)

FULCRUM LITHIUM LTD and its controlled entities Directors' Report



GEOPHYSICALLY DEFINED LITHIUM CLAYSTONE TARGET

Metallurgy Program

The Alkali Flats Phase 2 RC drilling program resulted in the discovery of significant lithium mineralised claystones (>300ppm Li) intercepted in all holes that penetrated the Siebert Formation. Zones of up to 30 metres were selected across 5 drill holes representing higher grade, lower grade zones and 2 control zones. Samples across each zone were composited to represent the average properties over the broader 30m zone.

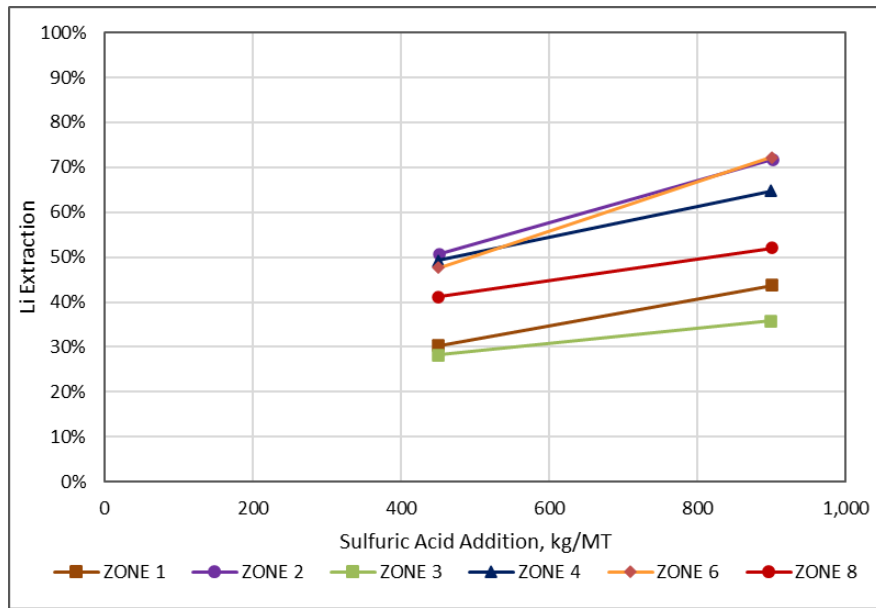
Samples were run through the analytical process by Kappes, Cassiday and Associates (**KCA**) in a laboratory scale program that included a head analysis of mineralogy, lithium grade, particle size screening and sulfuric acid leaching tests with varying acid strengths and temperature.

Results from the head screening analysis demonstrate that in the higher-grade zones, 97%-100% of the lithium was contained in the <0.045mm particle size fraction and up to 42% of carbonate (calcite) was removed in the >0.045mm particle size fraction.

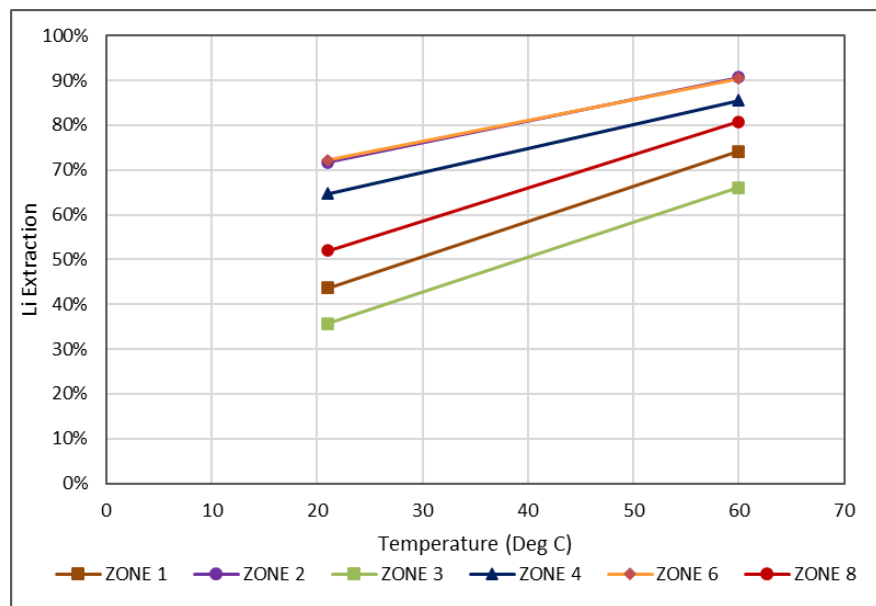
Positive lithium extraction results were achieved at low temperatures and short leach times:

- Up to 91% Li recovery after a 4-hour sulfuric acid leach at 60°C.
- Up to 72% Li recovery at ambient temperature.

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4 HOUR SULFURIC ACID LEACH RESULTS WITH VARYING ACID STRENGTHS



4 HOUR SULFURIC ACID LEACH RESULTS WITH VARYING TEMPERATURES

KCA also completed a mineralogical analysis using Quantitative X-Ray Diffraction (**QXRD**) to understand the mineral composition of the lithium claystones as well as the clay-types present. Results from this analysis describe the Alkali Flats claystones as a mixture of illite and smectite clays containing calcite, K-feldspar and plagioclase fractions, similar to other lithium clay deposits of the Siebert Formation in the local Esmeralda County area, including the Tonopah Flats project where successful beneficiation techniques have been shown to significantly upgrade initial lithium grades by approximately 2.85x to over 2,000ppm Li.

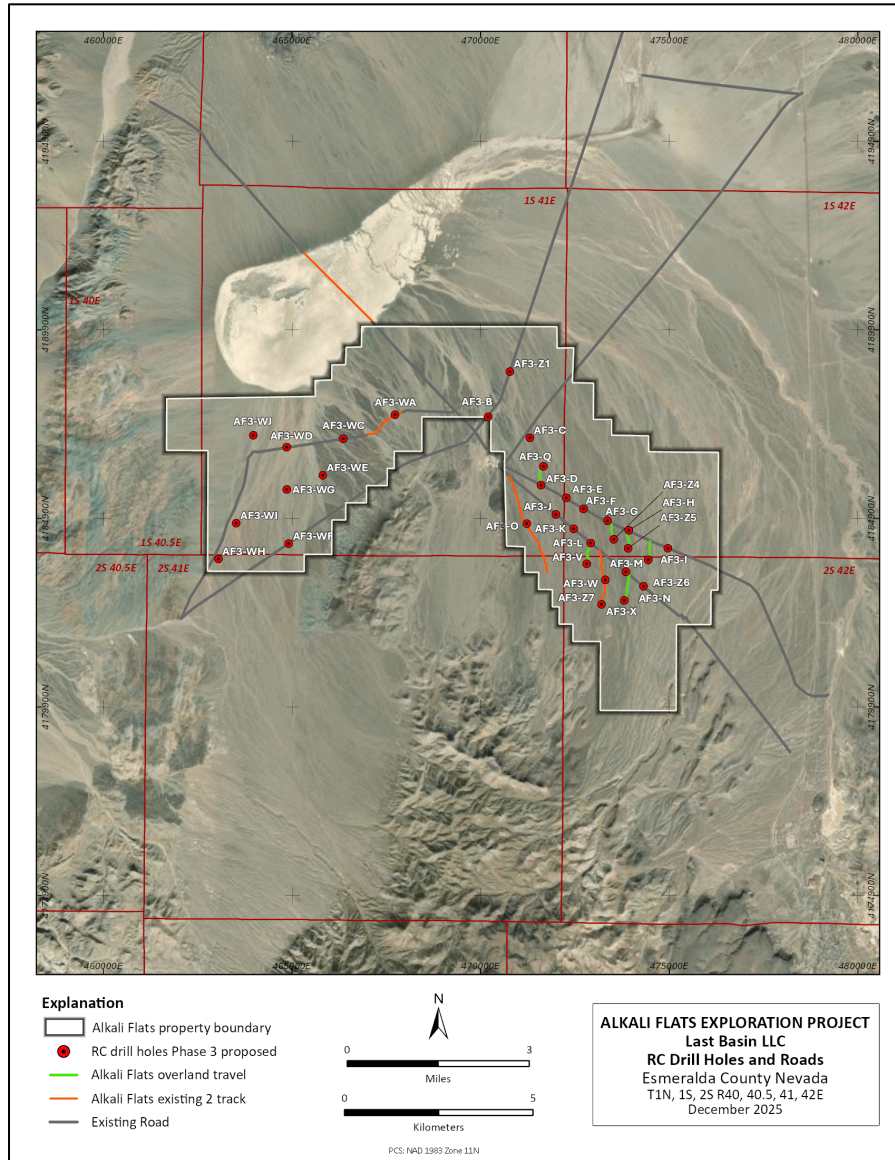
Following on from the positive lithium extraction results achieved in the Company's initial scoping metallurgical program conducted on composited Phase 2 drill cutting samples, further work has been initiated on these samples to investigate the potential for the lithium claystone ore grades to be enriched by simple gravitational techniques such as hydrocyclone separation and testing to investigate the performance of a roasting and water leach method, as well as simulating simple ambient temperature leaching methods, such as heap leaching and vat leaching.

Early testing of samples will give indications of the feasibility of low-cost extraction methods as well as provide important input for the detailed metallurgical program to be designed with drill core from the impending Phase 3 program.

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Phase 3 Drill Program

Subsequent to the end of the reporting period, the Alkali Flats Phase 3 drill program permit has been received from the BLM, approving over 30 holes of RC and diamond core hole drilling with drilling having commenced in January 2026.



ALKALI FLATS PHASE 3 DRILL PROGRAM PROPOSED LOCATIONS

The Phase 3 drilling program is the next step in the appraisal of the Alkali Flats project following the successful significant discovery from Phase 2 drilling, geophysical surveying and initial metallurgy work completed in 2025.

The drilling program, when completed, will represent a 5-fold increase in the amount of drilling over the deposit, will reduce the hole spacing from a currently wide spacing averaging 2000m down to 600m in the core of the project and increase the data density. Supported by the results from the CSAMT geophysical survey, known lithium mineralisation is open in all directions, the Phase 3 drill program will test mineralisation extensions laterally and at depth.

The Alkali Flats Phase 3 drilling program will provide the increased drill hole density and crucial information to enable Fulcrum's maiden Mineral Resource Estimate following integration of all the geological, geophysical and engineering data.

FULCRUM LITHIUM LTD and its controlled entities Directors' Report

DRY CANYON PROJECT

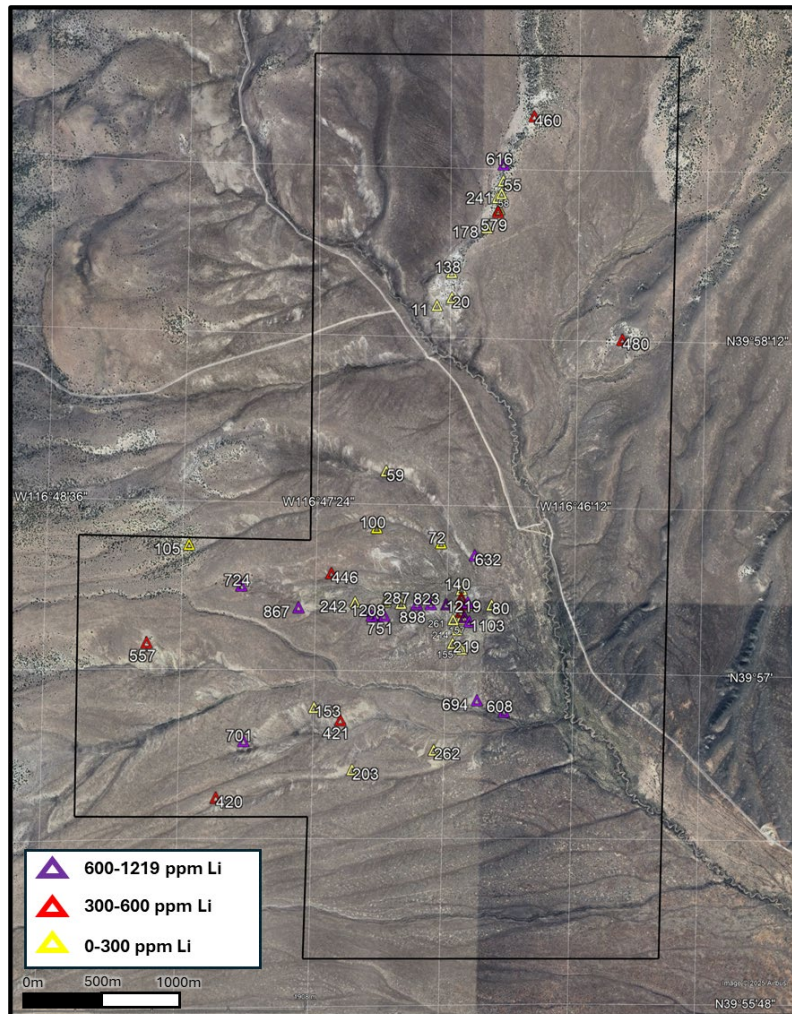
During the half year, Fulcrum staked the Dry Canyon project, being 201 unpatented load claims (approximately 17km²) on Federal public lands in Lander County, Nevada, USA.

The Dry Canyon project emerged from Fulcrum's state-wide new business geological screening process completed earlier in 2025. To support the desktop geological targeting, Fulcrum geologists conducted a geological sampling program which confirmed the presence of high grade lithium claystones and supportive geology at the project.

A total of 62 samples were collected for assaying, with 31 samples returning assay results above 300ppm Li and 6 samples above 1,000ppm Li with a high of 1,219ppm Li.

Basin geology includes the presence of an abundance of volcanic source rocks with two major calderas flanking the project as well as a closed sedimentary and hydrologic basin, tuffaceous lacustrine sediments and basin and range extensional tectonic subsidence.

An exploration program, including a drilling program will be run in parallel with Fulcrum's Alkali Flats discovery appraisal program.



DRY CANYON CLAIMS AND SURFACE SAMPLING LITHIUM ASSAY RESULTS

OTHER

Fairway and Summit

Based on the results from drilling, geological sampling and mapping program in the previous reporting period, the Company believes the Fairway and Summit projects have been tested for prospectivity and a decision was reached not to renew the Fairway and Summit projects' lode claims.

FULCRUM LITHIUM LTD and its controlled entities Directors' Report

No Material Changes

The Company confirms it is not aware of any new information or data that materially affects the information included in this report and that all material assumptions and technical parameters underpinning the Exploration Results and Exploration Targets in this announcement continue to apply and have not materially changed.

Governance Arrangements

The Company's management and Board of Directors include individuals with many years' work experience in the mineral exploration and mining industry who monitor all exploration programs and oversee the preparation of reports on behalf of the Company by independent consultants. The exploration data is produced by or under the direct supervision of qualified geoscientists. In the case of drill hole data half core samples are preserved for future studies and quality assurance and quality control. The Company uses only accredited laboratories for analysis of samples and records the information in electronic databases that are automatically backed up for storage and retrieval purposes.

Competent Person's Statement

The information in this Report that relates to Exploration Results is based on information compiled by Mr Bill R. Fleshman of Global Geological Services, LLC, a geologist who is a Fellow and Chartered Professional of the Australasian Institute of Mining and Metallurgy and (FAusIMM CP Geology #107342). Mr Fleshman is an independent consultant and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Fleshman consents to the inclusion in this Report of the matters based on the information in the form and context in which it appears.

CORPORATE

The Company granted 4,000,000 performance rights to the Chief Operating Officer of the Company. 2,000,000 performance rights will vest on 31 December 2026 and the remaining 2,000,000 performance rights will vest on 31 December 2027. Upon vesting the performance rights will automatically be exercised, subject to the Company's Security Trading Policy and applicable laws and regulations.

The performance rights will lapse:

- if the Board determines that any applicable Vesting Conditions cannot be satisfied;
- if employment is terminated;
- on the occurrence of a Change of Control; or
- the Performance Rights are liable of fraud, dishonesty, serious misconduct or gross negligence.

The performance rights will convert on a 1 for 1 basis into ordinary shares for nil consideration, subject to the satisfaction of the vesting conditions being achieved.

SUBSEQUENT EVENTS

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

LEAD AUDITOR'S INDEPENDENCE DECLARATION

The lead auditor's independence declaration is set out on page 12 and forms part of the Directors' Report for the half year ended 31 December 2025.

This report has been signed in accordance with a resolution of the directors and is dated 10 March 2026:

Signed at Sydney this 10th day of March 2026



Norman A. Seckold



Peter J. Nightingale



Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

To the Directors of Fulcrum Lithium Ltd

I declare that, to the best of my knowledge and belief, in relation to the review of Fulcrum Lithium Ltd for the half-year ended 31 December 2025 there have been:

- i. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and
- ii. no contraventions of any applicable code of professional conduct in relation to the review.

KPMG

Adam Twemlow

Partner

Brisbane

10 March 2026

FULCRUM LITHIUM LTD
and its controlled entities
CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME
FOR THE HALF YEAR ENDED 31 DECEMBER 2025

	Notes	31 December 2025	31 December 2024
		\$	\$
Continuing operations			
Administration costs		(581,916)	(527,477)
Share based payment expense	8	(18,871)	-
Consultants' fees		-	(253,481)
Other expenses from ordinary activities		(44,798)	(24,365)
Operating loss before financing income		(645,585)	(805,323)
Interest income		95,954	16,151
Net financing income		95,954	16,151
Loss before income tax expense		(549,631)	(789,172)
Income tax expense		-	-
Loss for the period		(549,631)	(789,172)
Other comprehensive income			
Exchange differences on translation of foreign operations		(81,778)	287,938
Total comprehensive loss for the period		(631,409)	(501,234)
Basic and diluted loss per share (cents)		(0.41)	(0.84)

The above Condensed Consolidated Interim Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

FULCRUM LITHIUM LTD
and its controlled entities
CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2025

	Notes	31 December 2025	30 June 2025
		\$	\$
Current assets			
Cash and cash equivalents		4,055,764	5,963,838
Other assets	3	19,883	20,155
Total current assets		4,075,647	5,983,993
Non-current assets			
Other financial assets	3	52,209	52,761
Term Deposit		200,000	200,000
Exploration and evaluation expenditure	4	5,044,349	4,009,077
Total non-current assets		5,296,558	4,261,838
Total assets		9,372,205	10,245,831
Current liabilities			
Trade and other payables	5	134,971	407,858
Employee entitlements		25,022	13,223
Total current liabilities		159,993	421,081
Total liabilities		159,993	421,081
Net assets		9,212,212	9,824,750
Equity			
Issued capital	6	13,034,918	13,034,918
Reserves	7	(8,620)	54,287
Accumulated losses		(3,814,086)	(3,264,455)
Total equity		9,212,212	9,824,750

The above Condensed Consolidated Interim Statement of Financial Position
should be read in conjunction with the accompanying notes.

FULCRUM LITHIUM LTD
and its controlled entities

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED 31 DECEMBER 2025

	Notes	Issued Capital \$	Accumulated Losses \$	Performance Rights Reserve \$	Foreign Currency Translation Reserves \$	Total \$
Balance as at 1 July 2024		3,872,103	(1,042,660)	-	(9,121)	2,820,322
Total comprehensive income for the period						
Loss for the period		-	(789,172)	-	-	(789,172)
Other comprehensive gain		-	-	-	287,938	287,938
Total comprehensive gain / (loss) for the period		-	(789,172)	-	287,938	(501,234)
<i>Transactions with owners, recorded directly in equity</i>						
Contribution by and distribution to owners						
Ordinary shares issued		9,700,000	-	-	-	9,700,000
Transaction costs on shares issued		(837,185)	-	-	-	(837,185)
Share base payment		-	-	253,481	-	253,481
Balance as at 31 December 2024		12,734,918	(1,831,832)	253,481	278,817	11,435,384
	Notes	Issued Capital \$	Accumulated Losses \$	Performance Rights Reserve \$	Foreign Currency Translation Reserves \$	Total \$
Balance as at 1 July 2025		13,034,918	(3,264,455)	-	54,287	9,824,750
Total comprehensive income for the period						
Loss for the period		-	(549,631)	-	-	(549,631)
Other comprehensive loss		-	-	-	(81,778)	(81,778)
Total comprehensive loss for the period		-	(549,631)	-	(81,778)	(631,409)
<i>Transactions with owners, recorded directly in equity</i>						
Contribution by and distribution to owners						
Ordinary shares issued		-	-	-	-	-
Share base payment		-	-	18,871	-	18,871
Balance as at 31 December 2025	6,7	13,034,918	(3,814,086)	18,871	(27,491)	9,212,212

The above Condensed Consolidated Interim Statement of Changes in Equity should be read in conjunction with the accompanying notes.

FULCRUM LITHIUM LTD
and its controlled entities
CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS
FOR THE HALF YEAR ENDED 31 DECEMBER 2025

Notes	31 December 2025	31 December 2024
	\$	\$
Cash flows from operating activities		
Cash payments in the course of operations	(652,942)	(430,456)
Interest received	95,954	16,151
Net cash used in operating activities	(556,988)	(414,305)
Cash flows from investing activities		
Payments for exploration and development expenditure	(1,351,086)	(942,465)
Payments for plant and equipment	-	(3,256)
Net cash used in investing activities	(1,351,086)	(945,721)
Cash flows from financing activities		
Proceeds from share issues	-	9,700,000
Transaction costs on shares issued	-	(640,200)
Proceed from borrowings	-	1,000,000
Repayment of borrowings	-	(1,000,000)
Net cash from financing activities	-	9,059,800
Net (decrease)/increase in cash held	(1,908,074)	7,699,774
Cash and cash equivalents at the beginning of the half year	5,963,838	55,785
Cash and cash equivalents at the end of the half year	4,055,764	7,755,559

The above Condensed Consolidated Interim Statement of Cash Flows
should be read in conjunction with the accompanying notes.

**FULCRUM LITHIUM LTD
and its controlled entities**

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2025**

1 Reporting Entity

Fulcrum Lithium Ltd (**the Company**) is a for-profit company limited by shares, incorporated and domiciled in Australia. The condensed consolidated interim financial statements of the Company as at and for the half year ended 31 December 2025 comprises the Company and its subsidiaries (together referred to as **the Group**).

The consolidated annual financial statements of the Company as at and for the year ended 30 June 2025 are available upon request from the Company's registered office at Level 2, 66 Hunter Street, Sydney, NSW, 2000 or at www.fulcrumlithium.com.

This condensed consolidated interim financial report was approved by the Board of Directors on 10 March 2026.

2 Basis of Preparation

(a) Statement of compliance

The condensed consolidated interim financial statements are general purpose financial statements which has been prepared in accordance with Australian Accounting Standards (**AASBs**) adopted by the Australian Accounting Standards Board (**AASB**) and the *Corporations Act 2001*. The financial statements of the Group comply with International Financial Reporting Standards (**IFRS**) and interpretations adopted by the International Accounting Standards Board (**IASB**).

Selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the last consolidated financial statements as at and for the year ended 30 June 2025. The condensed consolidated interim financial statements do not include all the information required for full annual financial statements and should be read in conjunction with the consolidated financial statements of the Group as at and for the year ended 30 June 2025.

(b) Use of estimates and judgements

The preparation of the condensed consolidated interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the period ended 30 June 2025:

- Going concern - Note 2(c)
- Exploration and evaluation assets - Note 4
- Share-based payments – Note 8

(c) Going concern

The consolidated interim financial statements have been prepared on a going concern basis which contemplates the continuation of normal business operations and the realisation of assets and settlement of liabilities in the normal course of business.

The Group has recorded a loss before tax for the half-year ended 31 December 2025 of \$549,631 (31 December 2024: loss of \$789,172) and used net cash in operating activities of \$556,988 and investing exploration activities of \$1,351,086. The Group had cash and cash equivalents of \$4,055,764 as at 31 December 2025 (30 June 2025: \$5,963,838), term deposit of \$200,000 as at 31 December 2025 (30 June 2025: \$200,000), and net assets of \$9,212,212 as at 31 December 2025 (30 June 2025: \$9,824,750).

The Group's main activity is minerals exploration, and as such it does not generate significant operating cash inflows. It relies on raising capital to have access to sufficient cash to continue its exploration activities.

The Directors have prepared cash flow forecasts that support the ability of the Group to continue as a going concern for the period of at least 12 months from the date of the directors' declaration. These cash flow projections include significant ongoing expenditure on exploration and evaluation activities and assume the Group receives sufficient additional funding from shareholders or other parties. If such funding is not obtained, the Group plans to reduce expenditure in line with available funding.

The ability of the Group to raise additional funding and/or reduce expenditure in line with available funding is inherently uncertain and as a result there is a material uncertainty that may cast significant doubt upon the Group's ability to continue as a going concern.

**FULCRUM LITHIUM LTD
and its controlled entities**

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2025**

2 Basis of Preparation (con't)

(c) Going concern (con't)

In the event that the Group does not continue as a going concern, it may not be able to realise its assets and extinguish its liabilities in the ordinary course of operations and at the amounts stated in the interim financial report. No allowance for such circumstances has been made in the interim financial report.

(d) Changes in accounting policies

The accounting policies applied in these condensed consolidated interim financial statements are consistent with those applied in the 30 June 2025 financial report.

(e) New accounting standards and interpretations not yet adopted

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods. The Group has decided not to early adopt these Accounting Standards.

	31 December 2025	30 June 2025
	\$	\$
3 Other assets		
Current		
GST receivable	19,883	20,155
	19,883	20,155
Non-current		
Bond deposit Alkali Flat	39,025	39,575
Bond deposit Fairways	13,184	13,186
	52,209	52,761
4 Exploration and evaluation expenditure		
Alkali Flats project	4,877,966	4,009,077
Fairway	-	-
Summit	-	-
Dry Canyon project	166,383	-
	5,044,349	4,009,077
Alkali Flats		
Balance at beginning of the period	4,009,077	2,199,580
Additions	941,688	1,780,753
Foreign currency translation movement	(72,799)	28,744
Net book value	4,877,966	4,009,077
Dry Canyon		
Balance at beginning of the period	-	-
Additions	169,429	-
Foreign currency translation movement	(3,046)	-
Net book value	166,383	-
Fairway		
Balance at beginning of the period	-	297,659
Additions	-	295,067
Foreign currency translation movement	-	8,684
Impairment	-	(601,410)
Net book value	-	-

**FULCRUM LITHIUM LTD
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**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2025**

4 Exploration and evaluation expenditure (con't)

	31 December 2025	30 June 2025
	\$	\$
Summit		
Balance at beginning of the period	-	145,035
Additions	-	103,476
Foreign currency translation movement	-	4,231
Impairment		(252,742)
Net book value	-	-

During the half year ended 31 December 2025, the Company successfully applied and was granted 201 unpatented load claims known as Dry Canyon Project by the Bureau of Land Management in Reno, Nevada.

The recoverability of the carrying amount of the exploration and evaluation assets is dependent on successful development and commercial exploitation, or alternatively, the sale of the respective areas of interest.

5 Trade and other payables

	31 December 2025	30 June 2025
	\$	\$
Trade creditors	111,971	384,858
Accruals	23,000	23,000
Balance at end of period	134,971	407,858

6 Issued capital

	31 December 2025		30 June 2025	
	Number	\$	Number	\$
Ordinary fully paid shares at beginning of the period	134,100,005	13,034,918	82,600,005	3,872,103
<i>Movement in ordinary shares</i>				
Issued ordinary shares 18 November 2024 for \$0.20	-	-	48,500,000	9,700,000
Issue ordinary shares 2 June 2025 \$0.10	-	-	3,000,000	300,000
Issue costs	-	-	-	(837,185)
	134,100,005	13,034,918	134,100,005	13,034,918

Terms and conditions – Shares

Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at the shareholders meetings. In the event of winding up of the Company, ordinary shareholders rank after creditors and are fully entitled to any proceeds of liquidation.

**FULCRUM LITHIUM LTD
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**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2025**

7 Reserves

	31 December 2025	30 June 2025
	\$	\$
Foreign currency translation reserve	(27,491)	54,287
Performance share reserve	18,871	-
	(8,620)	54,287
 Foreign currency translation reserve		
Balance at the beginning of the period	54,287	(9,121)
Currency translation differences	(81,778)	63,408
Balance at end of period	(27,491)	54,287
 Performance rights reserve		
Balance at the beginning of the period	-	-
Share based payment – vested performance rights	18,871	300,000
Exercised vested performance rights	-	(300,000)
Balance at end of period	18,871	-

8 Share based payment

On 15 October 2025, the Company granted 4,000,000 performance rights to the Chief Operating Officer of the Company. 2,000,000 performance rights will vest on 31 December 2026 and the remaining 2,000,000 performance rights will vest on 31 December 2027. Upon vesting the performance rights will automatically be exercised, subject to the Company's Security Trading Policy and applicable laws and regulations.

The performance rights will lapse:

- if the Board determines that any applicable Vesting Conditions cannot be satisfied.
- if employment is terminated.
- on the occurrence of a Change of Control
- the Performance Rights are liable of fraud, dishonesty, serious misconduct or gross negligence.

The performance rights include non-market performance conditions. The fair value of the performance rights on grant date was determined to be 7.3 cents per performance right, which was based on the share price at 15 October 2025.

These performance rights will vest upon the following:

- 1 million performance rights will vest if, by the Vesting Date, a JORC-compliant Mineral Resource of at least 5.0 million tonnes of lithium carbonate equivalent (LCE) is defined at the Company's projects
- A further 1 million performance rights will vest if, by the Vesting Date, a JORC-compliant Mineral Resource of at least 10.0 million tonnes of lithium carbonate equivalent (LCE) is defined at the Company's projects.
- 2 million performance rights will vest if, by the Vesting Date, a Scoping Study has been completed that supports a positive Final Investment Decision to proceed with the development of a Company project, as determined by the Board of Directors.

In addition, to the above Milestones, the Chief Operating Officer must also remain in the service of the Company on the Vesting Date.

Upon satisfying the vesting condition, the performance rights will convert on a 1 for 1 basis into ordinary shares for nil consideration. Taking into account the progress against the vesting performance criteria detailed above and management's assessment of the probabilities of achieving these, a share based payment expense of \$18,871 was recorded in the condensed consolidated interim statement of profit or loss and other comprehensive income.

**FULCRUM LITHIUM LTD
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**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2025**

8 Share based payment (con't)

The terms and conditions of the performance rights granted during the period ended 31 December 2025 are as follows:

Grant date	Expiry date	Exercise price	Fair value of rights granted	Total granted Number	Total exercised Number	Total expired Number	Balance at end of the period
15 October 2025	31 December 2026	Nil	\$146,000	2,000,000	-	-	2,000,000
15 October 2025	31 December 2027	Nil	\$146,000	2,000,000	-	-	2,000,000
			\$292,000	4,000,000	-	-	4,000,000

9 Related parties

The Group's main related parties are as follows:

Key management personnel who comprise the Board of Directors.

Other related parties include close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel or their close family members.

Transactions with related parties

Corporate

During the half year ended 31 December 2025, Norman Seckold and Peter J. Nightingale had a controlling interest in an entity, MIS Corporate Pty Limited, which provided full administrative services, including rental accommodation, administrative staff, services and supplies, to the Company. Fees paid to MIS Corporate Pty Limited during the half year, which were in the ordinary course of business and on normal terms and conditions, amounted to \$108,000 (31 December 2024 - \$20,500). The amounts outstanding at 31 December 2025 was \$6,259 (31 December 2024 - \$20,500).

10 Segment Reporting

The Group's chief operating decision maker has considered the requirements of AASB 8, *Operating Segments*, and has concluded that, during the half year ended 31 December 2025, the Group operated as a mineral exploration entity within the geographical segment of USA.

11 Subsequent events after the reporting date

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

FULCRUM LITHIUM LTD
and its controlled entities
DIRECTORS' DECLARATION


In the opinion of the Directors of Fulcrum Lithium Ltd:

- (a) the condensed consolidated interim financial statements and notes set out on pages 13 to 21 are in accordance 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 performance for the half year ended on that date; and
 - (ii) complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*; and
- b) there are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable.

Signed at Sydney this 10th day of March 2026
in accordance with a resolution of the Board of Directors:



Norman A. Seckold



Peter J. Nightingale



Independent Auditor's Review Report

To the shareholders of Fulcrum Lithium Ltd

Conclusion

We have reviewed the accompanying **Interim Financial Report** of Fulcrum Lithium Ltd.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the **Interim Financial Report** of Fulcrum Lithium Ltd does not comply with the *Corporations Act 2001*, including:

- giving a true and fair view of the **Group's** financial position as at 31 December 2025 and of its performance for the half-year ended on that date; and
- complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

The **Interim Financial Report** comprises:

- Condensed consolidated interim statement of financial position as at 31 December 2025
- Condensed consolidated interim statement of profit or loss and other comprehensive income, Condensed consolidated interim statement of changes in equity and Condensed consolidated interim statement of cash flows for the half-year ended on that date
- Notes 1 to 11 including selected explanatory notes
- The Directors' Declaration.

The **Group** comprises Fulcrum Lithium Ltd (the Company) and the entities it controlled at the half year's end or from time to time during the half-year.

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 Interim Financial Report* section of our report.

We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* issued by the Accounting Professional & Ethical Standards Board Limited (the Code) that are relevant to audits of annual financial reports of public interest entities in Australia. We have fulfilled our other ethical responsibilities in accordance with these requirements.



Material uncertainty related to going concern

We draw attention to Note 2(c), "Going Concern" in the Interim Financial Report. The events or conditions disclosed in Note 2(c), indicate a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern and, therefore, whether it will realise its assets and discharge its liabilities in the normal course of business, and at the amounts stated in the Interim Financial Report. Our conclusion is not modified in respect of this matter.

Responsibilities of the Directors for the Interim Financial Report

The Directors of the Company are responsible for:

- the preparation of the Interim Financial Report that gives a true and fair view in accordance with *Australian Accounting Standards* and the *Corporations Act 2001*
- such internal control as the Directors determine is necessary to enable the preparation of the Interim Financial Report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Review of the Interim Financial Report

Our responsibility is to express a conclusion on the Interim 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 Interim Financial Report does not comply with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at date and its performance for the half-year ended on that date, and complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of an Interim 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.

KPMG

Adam Twemlow

Partner

Gold Coast

10 March 2026

FULCRUM LITHIUM LTD CORPORATE DIRECTORY

Directors:

Mr Norman A. Seckold (Chairman).
Mr Peter J. Nightingale Executive Director, Chief Financial Officer
Mr Anthony Sgro Non-executive Director.
Mr Foster V. Wilson Non-executive Director.

Company Secretary:

Mr Peter J. Nightingale.

Principal Place of Business and Registered Office:

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Auditors:

KPMG
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