



BATTERY

MINERALS

ABN 75 152 071 095

Condensed Interim Financial Statements
30 June 2023

For personal use only

Contents

Directors' Report	3
Auditor's Independence Declaration	5
Condensed Consolidated Statement of Profit or Loss and other Comprehensive Income	6
Condensed Consolidated Statement of Financial Position	7
Condensed Consolidated Statement of Changes in Equity	8
Condensed Consolidated Statement of Cash Flows	9
Notes to the Condensed Consolidated Financial Statements	10
Directors' Declaration	18
Independent Auditor's Review Report	19

These half-yearly financial statements do not include all the notes of the type normally included in the annual financial statements. Accordingly, the half-yearly financial statements are to be read in conjunction with the 31 December 2022 annual report and any public announcements made by Battery Minerals Limited during the period from 1 January 2023 to the date of this report in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

Directors' Report

Your Directors present their half-yearly report on the Group consisting of Battery Minerals Limited ("Battery Minerals" or "the Company") and the entities it controlled at the end of, or during, the period 1 January 2023 to 30 June 2023 ("the Group").

Directors

The names of the Directors of Battery Minerals Limited during the interim reporting period of this report are as follows. All Directors were in office for the entire period unless otherwise stated:

		Appointed	Resigned
David Flanagan	Non-Executive Chairman	10 January 2022	4 September 2023
Peter Duerden	Managing Director	10 January 2022	-
Jeff Dowling	Non-Executive Director	8 April 2019	4 September 2023
Darryl Clark	Non-Executive Chairman*	22 October 2020	-
Andrew Stewart	Non-Executive Director	4 September 2023	-

*Dr Darryl Clark assumed the role of Non-Executive Chairman effective 4 September 2023 upon the resignation of Mr David Flanagan.

Review of Operations

The Group loss for the period from 1 January 2023 to 30 June 2023 was \$2,216,976 (30 June 2022 restated: \$3,149,417).

The Company has continued to carefully manage the operating cost base to ensure the most effective use of its available funding.

Completion of Sale Agreement of Mozambique Graphite Projects to Tirupati Graphite

In August 2021, the Company announced that it had entered into agreements, together with its subsidiary Rovuma Resources Limited, to sell its Mozambique graphite assets, through the sale of all of the shares and debt in its subsidiary Suni Resources SA, to the London Stock Exchange listed company, Tirupati Graphite plc.

On 3 April 2023, the Company announced completion of the transaction, receiving total consideration of \$500,000 in cash and 12,065,500 ordinary shares in Tirupati comprising 5,518,944 Tirupati shares at completion date and 6,546,556 Tirupati shares 8 months after the completion date, with both tranches of shares having no escrow. Further details in regard to completion of the transaction are included in the ASX Announcements dated 3 April 2023 and 19 April 2023.

Stavelly-Stawell Project – Western Victoria

Exploration activity during the reporting period included IP geophysics, aircore drilling and Diamond drilling designed to test multiple Intrusion-related gold (IRG) targets in the White Rabbit District.

Aircore drilling activity included 61 holes for 2,771 meters and focussed on the Frankfurt Prospect. The results defined a wide (>160m) and open target zone, including 27m @ 0.62g/t Au to end of hole (23BATAC022) and 8m @ 0.79g/t Au to end of hole (22BATAC136) (refer ASX: BAT 11 July 2022). Mineralisation is associated with a strong Bi-Te-Mo multi-element pathfinder signature with the results providing target definition for diamond drilling whilst providing further evidence of multiple IRG targets in the White Rabbit District (refer ASX: BAT 19 June 2023).

IP geophysics included 19.4-line kilometres completed using a pole-dipole electrode configuration, electrodes spaced at 50m and 100m (dipoles) along 100m and 200m spaced lines, focussing on target definition at Coxs Find, Coxs Find North and Frankfurt.

Diamond drilling comprised 8 holes completed for 2,138m with the activity designed to test multiple IRG targets in the White Rabbit District.

Directors' Report (continued)

Azura Project (formerly Russells Project) – Kimberley region, Western Australia

Exploration activity during the reporting period included drilling program planning and progressing environmental and cultural clearance permitting.

Share Placement and Share Purchase Plan raises \$2M

In April 2023 the Company announced a capital raising via a share placement raising \$1,548,500 through the issue of 407,500,000 shares at \$0.0038 per share (Tranche 1) with an additional 21,052,632 Shares at \$0.0038 per Share to raise an additional \$80,000 via director participation (Tranche 2). The tranche 2 shares were issued to the Company's Directors following approval by shareholders at the Annual General Meeting held on 31 May 2023.

The accompanying Share Purchase Plan raised an additional \$500,000 via the issue of 131,578,947 shares at \$0.0038.

Capital Consolidation and Unmarketable Share Sale Facility

In conjunction with the Share Purchase Plan and as approved at the Annual General Meeting on 31 May 2023, the Company consolidated its issued capital on a 1 for 30 basis. In addition, the Company implemented a Share Sale Facility for those Shareholders whose holding didn't constitute a marketable parcel under the ASX Operating Rules, being a shareholding with a market value of at least \$500.

After Reporting Date Events

On 4 September 2023, the Company announced that Mr David Flanagan and Mr Jeff Dowling had resigned from the Board. Existing Board member, Dr Darryl Clark was appointed as Non-Executive Chairman and Mr Andrew Stewart was appointed to the Board as Non-Executive Director. On the same date Mr Richard Willson was appointed as Company Secretary taking over this role from Ms Nerida Schmidt.

Other than the above, no other matters or circumstances have arisen after the end of the reporting period which significantly affected or may significantly affect the operations of the Group.

Auditor's Independence Declaration

The Auditor's Independence Declaration under section 307C of the Corporations Act 2001 can be found on the following page.

This report is signed in accordance with a resolution of the Board of Directors.



Peter Duerden
Managing Director

Perth, Western Australia
12 September 2023

For personal use only



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

To the Directors of Battery Minerals Limited

I declare that, to the best of my knowledge and belief, in relation to the review of Battery Minerals Limited for the half-year ended 30 June 2023 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

Matthew Hingeley
Partner

Perth
12 September 2023

For personal use only

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the half-year ended 30 June 2023

	Note	Consolidated 6 months ended 30 June 2023 \$	Restated ⁽¹⁾ Consolidated 6 months ended 30 June 2022 \$
Continued operations			
Other income		-	600
Gain on fair value of investment		345,627	-
Government grant		-	227,273
Gain on sale of Gabon project interests		-	250,000
Net foreign exchange gain		2,952	13,053
Corporate and administrative costs		(394,737)	(298,401)
Personnel costs		(447,134)	(434,556)
Exploration and evaluation costs		(1,030,536)	(2,061,068)
Share based payment expense		(273,674)	(261,931)
Care and maintenance expenses		-	(382,611)
Other expenses	2	(133,256)	(245,980)
Operating Loss		(1,930,758)	(3,193,621)
Interest income		9,619	44,204
Loss before tax from continued operations		(1,921,139)	(3,149,417)
Income tax expense		-	-
Loss from continued operations		(1,921,139)	(3,149,417)
Loss after tax from discontinuing operations	6	(295,837)	-
Profit/(Loss) for the period		(2,216,976)	(3,149,417)
Other comprehensive income/(loss)			
<i>Items that may be reclassified to profit or loss</i>			
Exchange differences on translation of foreign operations		73,752	58,768
Total comprehensive loss for the period		(2,143,224)	(3,090,649)
Loss for the period attributable to:			
Owners of Battery Minerals Limited		(2,216,976)	(3,149,417)
Total comprehensive loss attributable to:			
Owners of Battery Minerals Limited		(2,143,224)	(3,090,649)
Earnings per share			
		Cents	Cents
Basic and diluted loss per share from continued operations		(1.85)	(3.96)
Basic and diluted loss per share from discontinuing operations		(0.28)	-
Total loss per share		(2.13)	(3.96)

(1) 30 June 2022 balances have been restated to reflect additional share-based payments expense following the vesting of certain ZEPO's upon the disposal of Suni Resources. Refer to Note 10 for details of the restatement.

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

Condensed Consolidated Statement of Financial Position

As at 30 June 2023

		Consolidated 30 June 2023 \$	Restated ⁽¹⁾ Consolidated 31 Dec 2022 \$
	Note		
ASSETS			
Current Assets			
Cash and cash equivalents		1,666,069	693,082
Other receivables	4	4,251,382	115,650
Financial assets at fair value through profit or loss		3,477,867	-
Assets held for sale		-	7,809,731
Total Current Assets		9,395,318	8,618,463
Non-Current Assets			
Property, plant & equipment		76,681	87,431
Right-of-use asset		2,931	11,724
Exploration and evaluation expenditure	5	14,665,260	14,799,160
Total Non-Current Assets		14,744,872	14,898,315
TOTAL ASSETS		24,140,190	23,516,778
LIABILITIES			
Current Liabilities			
Trade and other payables		802,752	317,167
Provisions		82,229	56,128
Lease liability		3,099	12,250
Liabilities held for sale		-	65,596
Total Current Liabilities		888,080	451,141
Non-Current Liabilities			
Lease liability		-	-
Total Non-Current Liabilities		-	-
TOTAL LIABILITIES		888,080	451,141
NET ASSETS		23,252,110	23,065,637
EQUITY			
Issued capital	7	104,815,518	102,859,686
Reserves	8	(239,573)	462,806
Accumulated losses		(81,323,835)	(80,256,855)
TOTAL EQUITY		23,252,110	23,065,637

(1) 31 December 2022 balances have been restated to reflect additional share-based payments expense following the vesting of certain ZEPO's upon the disposal of Suni Resources. Refer to Note 10 for details of the restatement.

The above condensed consolidated statement of financial position should be read in conjunction with the accompanying notes.

Condensed Consolidated Statement of Changes in Equity For the half year ended 30 June 2023

Consolidated 6 months ended 30 June 2023		Share Based Payment Reserve	Foreign Currency Translation Reserve	Accumulated Losses	Total	
	Note	Issued Capital				
		\$	\$	\$	\$	
Balance at 31 December 2022 as previously reported		102,859,686	779,013	(1,698,603)	(78,874,459)	23,065,637
Impact of restatement	10	-	1,382,396	-	(1,382,396)	-
Restated balance at 1 January 2023 ⁽¹⁾		102,859,686	2,161,409	(1,698,603)	(80,256,855)	23,065,637
Loss for the period		-	-	-	(2,216,976)	(2,216,976)
Other comprehensive income		-	-	73,752	-	73,752
Total comprehensive loss for the period		-	-	73,752	(2,216,976)	(2,143,224)
Transactions with owners of Battery Minerals:						
Shares issued, net of transaction costs	7	1,955,832	-	-	-	1,955,832
Transfer of expired option expense		-	(99,796)	-	99,796	-
Transfer of converted option expense		-	(1,050,200)	-	1,050,200	-
Share based payments	8	-	373,865	-	-	373,865
Balance at 30 June 2023		104,815,518	1,385,278	(1,624,851)	(81,323,835)	23,252,110

Consolidated 6 months ended 30 June 2022		Share Based Payment Reserve	Foreign Currency Translation Reserve	Accumulated Losses	Total	
	Note	Issued Capital				
		\$	\$	\$	\$	
Balance at 31 December 2021 as previously reported		99,809,516	619,872	(1,683,708)	(79,950,572)	18,795,108
Impact of restatement	10	-	1,048,016	-	(1,048,016)	-
Restated balance at 1 January 2022 ⁽¹⁾		99,809,516	1,667,888	(1,683,708)	(80,998,588)	18,795,108
Restated loss for the period ⁽¹⁾		-	-	-	(3,149,417)	(3,149,417)
Other comprehensive income		-	-	58,768	-	58,768
Restated total comprehensive loss for the period ⁽¹⁾		-	-	58,768	(3,149,417)	(3,090,649)
Transactions with owners of Battery Minerals:						
Shares issued, net of transaction costs		2,924,721	-	-	-	2,924,721
Transfer of prior year lapsed options		-	(209,592)	-	209,592	-
Restated share-based payments ⁽¹⁾		-	261,931	-	-	261,931
Balance at 30 June 2022		102,734,237	1,720,227	(1,624,940)	(83,938,413)	18,891,111

(1) 31 Dec 2022, 30 June 2022 and 31 Dec 2021 balances have been restated to reflect additional share-based payments expense following the vesting of certain ZEPO's upon the disposal of Suni Resources. Refer to Note 10 for details of the restatement.

The above condensed consolidated statement of changes in equity should be read in conjunction with the accompanying notes.

Condensed Consolidated Statement of Cash Flows

For the half year ended 30 June 2023

	Consolidated 6 months ended 30 June 2023 \$	Consolidated 6 months ended 30 June 2022 \$
Cash flows from operating activities		
Payments to suppliers and employees	(801,452)	(817,785)
Payments for exploration and evaluation expenditure	(486,205)	(2,042,120)
Payments for care and maintenance	(238,269)	(380,088)
Government grant received	-	227,273
Interest received	65,889	59,659
Net cash outflow from operating activities	(1,460,037)	(2,953,061)
Cash flows from investing activities		
Net proceeds from sale of assets	-	600
Payments made for property, plant and equipment	-	(30,035)
Net proceeds from disposal of subsidiary	408,283	-
Payments for security deposits	-	(6,525)
Net cash inflow/(outflow) from investing activities	408,283	(35,960)
Cash flows from financing activities		
Proceeds from share issue	2,123,500	1,815,000
Capital raising costs	(134,094)	(126,856)
Net cash inflow from financing activities	1,989,406	1,688,144
Net increase/(decrease) in cash and cash equivalents	937,652	(1,300,877)
Cash and cash equivalents at 1 January	720,429	3,914,463
Effect of exchange rate fluctuations on cash held	7,988	(29,962)
Cash and cash equivalents at 30 June	1,666,069	2,583,624

The above condensed consolidated statement of cash flows should be read in conjunction with the accompanying notes.

For personal use only

Notes to the Condensed Consolidated Financial Statements

1. a) Basis of Preparation

These general purpose interim financial statements for the half-year reporting period ended 30 June 2023 have been prepared in accordance with Australian Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Act 2001. The Group is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

This interim financial report does not include full disclosures of the type normally included in an annual report. It is recommended that this financial report be read in conjunction with the annual financial report for the year ended 31 December 2022 and any public announcements made by Battery Minerals Limited during the half-year reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The accounting policies have been consistently applied with those of the previous financial year and corresponding interim reporting period, except in relation to the matters disclosed below.

The Group has adopted all new and revised Accounting Standards and Interpretations issued by the Australian Accounting Standards Board that are mandatory for the current reporting period. The adoption of these new and revised Accounting Standards and Interpretations has not resulted in a significant or material change to the Group's accounting policies.

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted by the Group.

b) Going Concern

The financial report is prepared on a going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and settlement of liabilities in the normal course of business.

The Group incurred a net loss of \$2,216,976 during the 6 months ended 30 June 2023 which included share-based payment expenses of \$273,674 and exploration expenditure incurred at the Company's Victorian and WA projects of \$1,030,536. During the half-year period the Group had cash outflows from operating activities of \$1,460,037 and cash inflows from investing activities of \$408,283 and financing activities of \$1,989,406.

The Directors recognise that additional funding either through the sale of Tirupati Graphite shares and capital raising will be required for the Company to continue to fund its exploration, corporate and administrative expenditure. Further, whilst there is inherent uncertainty in the capital markets, the Group has adequate liquid assets in the form of Tirupati Graphite shares should they not pursue capital raising.

The Directors have reviewed the business outlook and the assets and liabilities of the Group and are of the opinion that the use of the going concern basis of accounting is appropriate as the Directors believe the Company will be able to pay its debts as when they fall due.

Notes to the Condensed Consolidated Financial Statements (continued)

2. Other Expenses

	Consolidated 30 June 2023 \$	Consolidated 30 June 2022 \$
Office and administrative expenses	65,117	92,360
Depreciation	22,347	66,291
IT consultants and website	45,792	30,419
Accretion expense	-	56,910
Total other expenses	133,256	245,980

3. Segment Information

Operating Segments

The Group has determined its operating segments based on the reports reviewed by the Chief Operating Decision Makers (CODM) that are used to make strategic decisions regarding the Group's operations. The Group's primary reports are prepared to show the performance and financial position of different business segments which can be distinguished by their risks and rates of return.

The CODM considers the business from functional and geographical perspectives and has identified that there are two reportable segments being:

- Australia – exploration and evaluation activities and investing and corporate management activities
- Mozambique - mineral exploration and evaluation care and maintenance activities

Following the disposal of Suni Resources SA in April 2023, Mozambique will no longer be reported as a separate segment in future reporting periods.

The following tables represent revenue and profit information for the Group's operating segments for the six months ended 30 June 2023 and 30 June 2022 respectively:

Six months ended 30 June 2023	Mozambique \$	Australia \$	Consolidated \$
Interest income	74,348	9,619	83,967
Gain on fair value of investment	-	345,627	345,627
Loss on disposal of subsidiary	(116,305)	-	(116,305)
Net foreign exchange gain	-	2,952	2,952
Corporate and administration overhead	-	(1,248,801)	(1,248,801)
Care and maintenance expenses	(253,880)	-	(253,880)
Exploration expenditure	-	(1,030,536)	(1,030,536)
Segment loss	(295,837)	(1,921,139)	(2,216,976)

Notes to the Condensed Consolidated Financial Statements (continued)

3. Segment Information (continued)

Restated ⁽¹⁾ Six months ended 30 June 2022	Mozambique \$	Australia \$	Consolidated \$
Interest and other income	43,130	1,674	44,804
Government grant	-	227,273	227,273
Proceeds from sale of Gabon interests	-	250,000	250,000
Net foreign exchange gain/(loss)	(10)	13,063	13,053
Corporate and administration overhead	-	(1,240,868)	(1,240,868)
Care and maintenance expenses	(382,611)	-	(382,611)
Exploration expenditure	-	(2,061,068)	(2,061,068)
Segment loss	(339,491)	(2,809,926)	(3,149,417)

(1) 30 June 2022 balances have been restated to reflect additional share-based payments expense following the vesting of certain ZEPO's upon the disposal of Suni Resources. Refer to Note 10 for details of the restatement.

The following tables represent assets and liabilities information for the Group's operating segments as at 30 June 2023 and 31 December 2022, respectively:

Segment Assets	Mozambique \$	Australia \$	Consolidated \$
30 June 2023	55,105	24,085,085	24,140,190
31 December 2022	7,866,466	15,650,312	23,516,778
Segment Liabilities			
30 June 2023	(9,302)	(878,778)	(888,080)
31 December 2022	(74,685)	(376,456)	(451,141)

4. Other Receivables

	Consolidated 30 June 2023 \$	Consolidated 31 Dec 2022 \$
Current		
Prepaid expenses	15,873	61,458
GST receivable	55,522	4,972
Consideration receivable on discontinued operation ⁽ⁱ⁾	4,125,439	-
Other receivables	54,548	49,220
Total other receivables	4,251,382	115,650

(i) Under the terms of the agreement to dispose of the Company's Mozambique assets to Tirupati Graphite plc, the Company received 5,518,944 Tirupati shares upon completion and is entitled to receive a further 6,546,556 Tirupati shares 8 months following completion. The second tranche of shares will be issued in December 2023 and are recorded as a receivable as at 30 June 2023.

Notes to the Condensed Consolidated Financial Statements (continued)

5. Exploration and Evaluation Expenditure

	Consolidated 30 June 2023 \$	Consolidated 31 Dec 2022 \$
Non-Current		
Exploration and evaluation at cost	14,665,260	14,799,160
Movement		
Opening balance on 1 January	14,799,160	14,799,160
Accrued acquisition costs reversed during the year	(133,900)	-
Exploration & evaluation net carrying amount	14,665,260	14,799,160

Costs incurred in the acquisition of exploration projects are capitalised as exploration and evaluation expenditure. Ongoing costs relating to the exploration and evaluation of these projects are expensed as incurred and included in the Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income.

6. Loss from discontinuing operations

	Consolidated 30 June 2023 \$	Consolidated 30 June 2022 \$
Consideration received	7,757,679	-
Less net assets held for sale	(7,873,984)	-
Loss on disposal	(116,305)	-
Interest received	74,348	-
Care & maintenance expenses	(253,880)	-
Loss before tax from discontinued operation	(295,837)	-
Income tax expense	-	-
Loss from discontinued operation	(295,837)	-

Cash flows used in discontinued operation

	Consolidated 30 June 2023 \$	Consolidated 30 June 2022 \$
Net proceeds from disposal of subsidiary ⁽¹⁾	408,283	-
Net cash used in discontinued operation	(238,269)	-
Net increase in cash and cash equivalents from discontinued operation	170,014	-

⁽¹⁾ Comprises cash consideration of \$500,000 less Suni Resources cash balances held upon disposal of \$91,717.

On 3 April 2023, the Company announced completion of the disposal of its Mozambique graphite assets, through the sale of all of the shares and debt in its subsidiary Suni Resources SA, to the London Stock Exchange listed company, Tirupati Graphite plc.

Consideration comprised \$500,000 in cash together with 12,065,500 ordinary shares in Tirupati comprising 5,518,944 Tirupati shares at completion date and 6,546,556 Tirupati shares 8 months after the completion date. The loss on disposal comprises the total cash and share consideration of \$7,757,679 less the net assets of Suni Resources as at the date of disposal of \$7,873,984 (31 December 2022: \$7,744,135). Interest of \$74,348 was received and care and maintenance expenses of \$253,880 were incurred over the period 1 January 2023 to 31 March 2023 whilst Suni Resources remained part of the Group.

Notes to the Condensed Consolidated Financial Statements (continued)

7. Issued Capital

	Consolidated 30 June 2023 \$	Consolidated 31 Dec 2022 \$
Ordinary shares fully paid	104,815,518	102,859,686

(a) Movements for the half year ended 30 June 2023

Date	Details	No. of Shares	Issue Price	Amount \$
1 Jan 2023	Opening Balance	2,925,242,345		102,859,686
18 Jan 2023	Share issue – Conversion of ZEPO’s	10,000,000	-	-
19 Apr 2023	Share issue – Conversion of ZEPO’s	14,200,000	-	-
24 Apr 2023	Share Issue – Share Placement	407,500,000	\$0.0038	1,548,500
2 Jun 2023	Share issue – Conversion of ZEPO’s	20,000,000	-	-
2 Jun 2023	Share issue – Share placement to Directors	21,052,632	\$0.0038	80,000
2 Jun 2023	Share issue – Shares in lieu of Directors fees	29,013,159	-	101,546
2 Jun 2023	Share issue – Share Purchase Plan	131,578,947	\$0.0038	500,000
14 Jun 2023	Issued capital consolidation 1 for 30	(3,439,965,921)	-	-
	Less: Share issue costs	-		(274,214)
30 Jun 2023	Balance at the half year end	118,621,162		104,815,518

(b) Movements for the year ended 31 December 2022

Date	Details	No. of Shares	Issue Price	Amount \$
1 Jan 2022	Opening Balance	2,347,464,571		99,809,516
10 June 2022	Share Issue – Share Placement	279,230,768	\$0.0065	1,815,000
27 June 2022	Share issue – Tremjones tenement acquisition	277,777,778	\$0.0045	1,250,000
10 Aug 2022	Share issue – Share Placement	20,769,228	\$0.0065	135,000
	Less: Share issue costs	-		(149,830)
31 Dec 2022	Closing Balance	2,925,242,345		102,859,686

8. Reserves

	Consolidated 30 June 2023 \$	Restated ⁽¹⁾ Consolidated 31 Dec 2022 \$
Foreign currency translation reserve ⁽²⁾	(1,624,851)	(1,698,603)
Share based payment reserve	1,385,278	2,161,409
	(239,573)	462,806

(1) 31 December 2022 balances have been restated to reflect additional share-based payments expense following the vesting of certain ZEPO’s upon the disposal of Suni Resources. Refer to Note 10 for details of the restatement.

(2) The foreign currency translation reserve represents the foreign currency differences arising on translation of the foreign operations of the Group and is recognised in other comprehensive income and accumulated in a separate reserve account within equity.

Notes to the Condensed Consolidated Financial Statements (continued)

8. Reserves (continued)

Movements in share-based payments reserve for the half year ended 30 June 2023

Date	Details	No. of Options	Amount \$
1 Jan 2023	Opening balance restated	336,650,000	2,161,409
18 Jan 2023	Conversion of ZEPO's by Director	(10,000,000)	-
8 Mar 2023	Options forfeited ⁽ⁱ⁾	(8,675,000)	-
8 Mar 2023	Options issued to employee	4,000,000	3,335
19 Apr 2023	Conversion of ZEPO's	(14,200,000)	-
24 Apr 2023	Issue of options to capital raising joint lead managers	50,000,000	100,191
2 Jun 2023	Conversion of ZEPO's by Director	(20,000,000)	-
30 Jun 2023	Options expired ⁽ⁱⁱ⁾	(6,000,000)	-
30 Jun 2023	Vesting expense of prior year options	-	148,101
30 Jun 2023	Vesting expense of options vested upon disposal of subsidiary	-	122,238
14 Jun 2023	Issued capital consolidation 1 for 30	(320,715,833)	-
30 Jun 2023	Transfer expired option expense to retained earnings	-	(1,149,996)
30 June 2023	Balance at the half year end	11,059,167	1,385,278

(i) Option tranches forfeited due to vesting conditions not having been met.

(ii) Vested options exercisable at \$0.13 expired on 30 June 2023.

9. Related Party Disclosures

Key Management Personnel (KMP)

During the half year reporting period there were no changes in KMP.

Key management personnel service agreements remain as disclosed in the 31 December 2022 annual report.

There were no loans made or outstanding to directors of Battery Minerals Limited and other key management personnel of the Group, including their personally related parties.

10. Restatement of prior year's balances

On 3 April 2023, the Company completed the disposal of its Mozambique graphite assets, through the sale of all of the shares and debt in its subsidiary Suni Resources SA, to the London Stock Exchange listed company, Tirupati Graphite plc. The disposal of the project triggered a change of control event in regard to several tranches of Zero Exercise Price Options (ZEPO's) issued in the 2018 and 2019 financial years. A total of 57,200,000 options vested upon disposal of the project. The expense related to these options had been reversed during the year ended 31 December 2019 as the non-market vesting conditions were considered unlikely to be satisfied.

However, upon signing the agreement to sell the Mozambique graphite assets, in accordance with the terms of the Option agreements, the Director's passed a resolution that the Options would meet the non-market vesting condition and 100% would vest on the completion of the sale. In accordance with AASB 2 Share Based Payments when the resolution was passed on 22nd December 2021 it became more likely that the non-market vesting conditions may be met and the expense for the period from grant date trued up with the share-based payment expense recognised over the vesting period.

Notes to the Condensed Consolidated Financial Statements (continued)

10. Restatement of prior year's balances (continued)

As a result of this correction, \$1,382,396 has been recognised in prior periods (\$1,048,016 adjusted into opening retained earnings as at 1 January 2022 and \$334,380 adjusted into opening retained earnings as at 1 January 2023). There was no impact on the Consolidated Statement of Cash Flows.

Historical financial information has been restated to account for the impact of the recognition of the share-based payment expense, as follows:

(a) Consolidated statement of profit or loss and other comprehensive income

For the six months ended 30 June 2022	As previously reported	Adjustments	As restated
	\$	\$	\$
Share-based payment expense	(114,082)	(147,849)	(261,931)
Loss after income tax for the period	(3,001,568)	(147,849)	(3,149,417)

(b) Consolidated statement of financial position

Balances as at 31 December 2022	As previously reported	Adjustments	As restated
	\$	\$	\$
Reserves	(919,590)	1,382,396	462,806
Accumulated losses	(78,874,459)	(1,382,396)	(80,256,855)
Total equity	23,065,637	-	23,065,637

Balances as at 30 June 2022	As previously reported	Adjustments	As restated
	\$	\$	\$
Reserves	(1,100,578)	1,195,865	95,287
Accumulated losses	(82,742,548)	(1,195,865)	(83,938,413)
Total equity	18,891,111	-	18,891,111

Opening Balances as at 1 January 2022	As previously reported	Adjustments	As restated
	\$	\$	\$
Reserves	(1,063,836)	1,048,016	(15,820)
Accumulated losses	(79,950,572)	(1,048,016)	(80,998,588)
Total equity	18,795,108	-	18,795,108

(c) Earnings per share

For the six months ended 30 June 2022	As previously reported	Adjustments	As restated
	cents	cents	cents
Earnings per share	(3.77)	(0.19)	(3.96)

For personal use only

Notes to the Condensed Consolidated Financial Statements (continued)

11. Events After the End of the Reporting Period

On 4 September 2023, the Company announced that Mr David Flanagan and Mr Jeff Dowling had resigned from the Board. Existing Board member, Dr Darryl Clark was appointed as Non-Executive Chairman and Mr Andrew Stewart was appointed to the Board as Non-Executive Director. On the same date Mr Richard Willson was appointed as Company Secretary taking over this role from Ms Nerida Schmidt.

Other than the above, no other matters or circumstances have arisen after the end of the reporting period which significantly affected or may significantly affect the operations of the Group.

For personal use only

Director's Declaration

The directors of the Company declare that:

- 1) The financial statements and notes are in accordance with the *Corporations Act 2001* and:
 - a) comply with the Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*;
 - b) give a true and fair view of the Group's financial position as at 30 June 2023 and of its performance, as represented by the results of its operations, changes in equity and its cash flows for the period from 1 January 2023 to 30 June 2023.
- 2) At the date of this statement there are reasonable grounds to believe that Battery Minerals Limited will be able to pay its debts when they become due and payable.

This statement is made in accordance with a resolution of the Board of Directors.



Peter Duerden
Managing Director

Perth, Western Australia
12 September 2023

For personal use only



Independent Auditor's Review Report

To the shareholders of Battery Minerals Limited

Conclusion

We have reviewed the accompanying **Condensed Interim Financial Report** of Battery Minerals Limited.

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

- giving a true and fair view of the **Group's** financial position as at 30 June 2023 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 **Condensed Interim Financial Report** comprises:

- Condensed consolidated statement of financial position as at 30 June 2023;
- Condensed consolidated statement of profit or loss and other comprehensive income, Condensed consolidated statement of changes in equity and Condensed consolidated statement of cash flows for the half-year ended on that date;
- Notes 1 to 11 comprising a summary of significant accounting policies and other explanatory information;
- The Directors' Declaration.

The **Group** comprises Battery Minerals Limited (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 Financial Report* section of our report.

We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the *Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with these requirements.

Emphasis of matter – Restatement of comparative balances

We draw attention to Note 10 to the Condensed Interim Financial Report, which states that amounts reported in the previously issued 30 June 2022 financial report have been restated and disclosed as comparatives in this financial report. Our opinion is not modified in respect of this matter.

Responsibilities of the Directors for the Condensed Interim Financial Report

The Directors of the Company are responsible for:

- the preparation of the Condensed Interim Financial Report that gives a true and fair view in accordance with *Australian Accounting Standards* and the *Corporations Act 2001*; and
- such internal control as the Directors determine is necessary to enable the preparation of the Condensed 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 Condensed Interim Financial Report

Our responsibility is to express a conclusion on the Condensed 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 Condensed 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 30 June 2023 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



Matthew Hingeley
Partner

Perth

12 September 2023