ANNUAL REPORT

FROM DATE OF INCORPORATION

27 NOVEMBER 2020 TO 30 JUNE 2021

Contents

Corporate Directory

Managing Director/CEO	David Crook
Non-Executive Chairman	Terry Gardiner
Non-Executive Director	Alan Armstrong
Company Secretary/CFO	Jonathan Whyte
Principal & Registered Office	Units 32/33, 22 Railway Road Subiaco WA 6008 T: +61 8 6146 5325
Auditors	Nexia Perth Audit Services Pty Ltd Level 3, 88 William Street Perth WA 6000
Share Registry	Advanced Share Registry Services 110 Stirling Highway Nedlands WA 6009 T: +61 8 9389 8033
Stock Exchange	Australian Securities Exchange (ASX) ASX Code: CHR
Website	www.chargermetals.com.au

Directors' Report

Your Directors present their financial report on Charger Metals NL (the 'Company' or 'Charger') for the period commencing from date of incorporation 27 November 2020 to 30 June 2021.

Directors

The names of Directors in office at any time during or since the end of the period are:

- David Crook – Managing Director/CEO;
- Terry Gardiner – Non-Executive Chairman; and
- Alan Armstrong – Non-Executive Director.

Directors have been in office since incorporation to the date of this report unless otherwise stated.

Significant Changes in the State of Affairs

The Company was incorporated on 27 November 2020 with 1 fully paid ordinary share.

On 4 December 2020 the Company entered into Option Agreements with Lithium Australia NL (**Lithium Australia**) and Mercator Metals Pty Ltd (**Mercator**) (**Acquisition Agreements**) to acquire interests in various tenements located in Western Australia and the Northern Territory, as detailed further below.

On 7 January 2021 the Company issued 8,000,000 fully paid ordinary shares at an issue price of $0.05 per share to raise $400,000 in seed capital.

On 27 May 2021 the Company lodged its Initial Public Offering (**IPO**) Prospectus with the Australian Securities and Investments Commission (**ASIC**) to raise $6,000,000 through the issue of 30,000,000 fully paid ordinary shares at an issue price of $0.20 per share and was admitted to the Official list of the ASX on 7 July 2021 (ASX Code: CHR), successfully raising the $6,000,000.

Other than the above, no significant changes in the Company's state of affairs occurred during the financial period.

Operating Results

The loss of the Company for the financial period after providing for income tax amounted to $379,859.

Principal Activities and Review of Operations

The principal activity of the Company during the financial period was the entering into agreements to acquire interests in mineral exploration and evaluation tenements as well as seeking out further exploration, acquisition and joint venture opportunities.

Directors' Report (continued)

Figure 1: Location of Charger Metals NL Projects

Lithium Australia Acquisition Agreement - Coates, Lake Johnston and Bynoe Projects

On 4 December 2020 the Company entered into an Option Agreement with Lithium Australia to acquire a 70% interest in various tenements held by Lithium Australia located in Western Australia and the Northern Territory, namely the Coates, Lake Johnston and Bynoe Projects. The option agreement was subsequently varied on 16 April 2021. The Company acquired a 70% interest in the Coates, Lake Johnston and Bynoe Projects in early July 2021 by reimbursing Lithium Australia $100,000 of exploration expenditure and issuing 9,600,000 fully paid ordinary shares in the Company to Lithium Australia (**Lithium Australia Acquisition**). In addition, the Company must pay Lithium Australia or its nominee the deferred consideration (consisting of either $200,000 or 2,000,000 fully paid ordinary shares in the Company) if Charger, by 4 December 2026, delineates a JORC Code compliant inferred resource.

Mercator Acquisition Agreement - Coates North Project

In July 2021, the Company acquired the 85% interest in the Coates North Project by issuing 2,550,000 fully paid ordinary shares and 1,000,000 unlisted options in the Company. The Company may also have to meet deferred consideration consisting of either $200,000 or 2,000,000 fully paid ordinary shares in the Company which is contingent on certain milestones being met in relation to the development of the tenement (**Mercator Acquisition**).

The Coates Project (Charger 70%-85%) - Background

The Company holds a 70% to 85% ownership in the Coates Project, which is located approximately 60 km east of Perth at Wundowie, Western Australia, (Figure 2). The Coates Project is considered prospective for Ni Cu Co PGE*.

Recent interest in the Western Yilgarn Province, which includes the Coates Project, has been driven by the nearby discovery of the significant mafic intrusive-hosted Julimar Ni Cu Co PGE Project by Chalice Gold Mines Ltd, located approximately 20 kilometres to the northwest of the Company’s Coates Project.

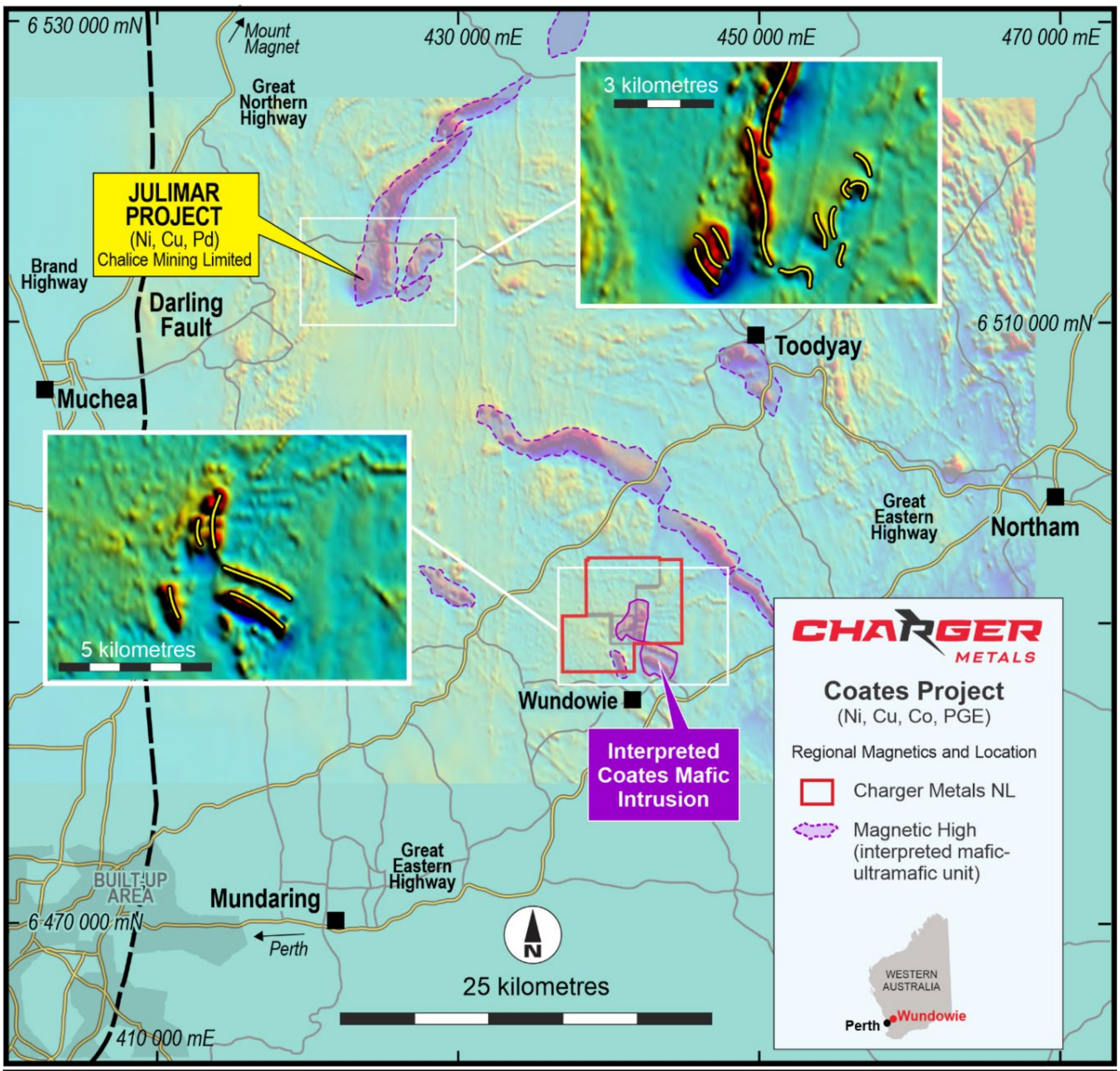

Figure 2: Location of the Coates Ni Cu Co PGE Project

Charger’s Coates Ni Cu Co PGE Project benefitted from an earlier exploration programme by Bauxite Resources Ltd, which undertook vacuum drilling and sampling. Geochemical analysis for Ni, Cu, Au and PGE returned anomalous, and often co-incident, values including platinum (max 37ppb), palladium (max 53ppb) and gold (max 108ppb) adjacent to the Coates Mafic Complex, which is considered most encouraging from an exploration point of view. By analogy, the mineralisation at Chalice’s Gonneville Prospect is characterised by a similar Cu Ni Co PGE elemental association within a mafic intrusive complex.

* Ni means nickel, Cu - copper, Co - cobalt PGE - platinum group metals

Directors’ Report (continued)

Charger flew a SkyTEM aerial electromagnetic survey over the Coates Project during August 2021. Data from the SkyTEM survey is currently being processed and analysed by the Company’s geophysics consultant.

The Lake Johnston Project (Charger 70%-100%) - Background

The Lake Johnston Project includes the Medcalf Spodumene discovery and much of the Mount Day lithium-caesium-tantalum (**LCT**) pegmatite field. The region has attracted considerable recent interest following the discovery of the Earl Grey/Mt Holland lithium deposit by Kidman Resources Ltd and now being developed by Wesfarmers Ltd and Sociedad Quimica y Minera de Chile (**SQM**), located approximately 70km west of the Lake Johnston Project. It is understood to be one of the biggest undeveloped hard-rock lithium projects in Australia with Ore Reserves for the Earl Grey Deposit estimated at 94.2 Mt at 1.5% Li_2O (Kidman Resources Ltd ASX announcement dated 18 December 2018).

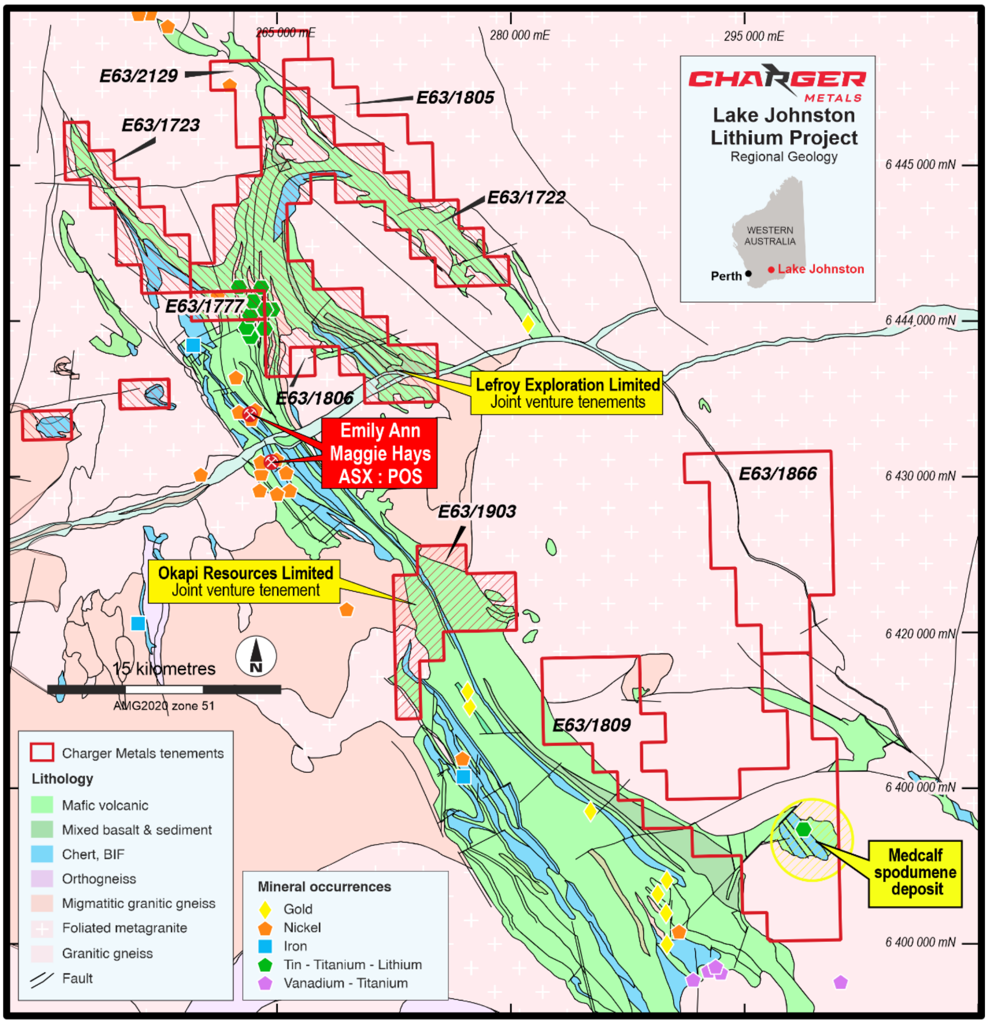

Figure 3: Location of the Lake Johnston Project

At the Lake Johnston Project, LCT pegmatites have been identified at both Mount Day and Lake Medcalf (approximately 41 km apart). Spodumene, the most sought-after hard rock lithium mineral, occurs in outcrops at the Medcalf Prospect.

During July 2021, Charger released results from a recent soil geochemistry survey at the Lake Johnston Project that has returned a significant lithium anomaly in a previously untested area of E63/1903 (Figure 3). The anomaly has coincident lithium (Li) caesium (Cs) and rubidium (Rb) suggestive of the presence of a LCT pegmatite.

Directors' Report (continued)

The Bynoe Project (Charger 70%) - Background

The Bynoe Project occurs within the Litchfield Pegmatite Field, Northern Territory. The area has a history of tin mining and is demonstrably prospective for tantalum and alkali metals including spodumene, which are primarily hosted in LCT pegmatites. This Project is surrounded by the extremely large tenement holdings of Core Lithium Limited's Finnis Lithium Project (refer to Figure 4), which has a mineral resource inventory of 14.7Mt at 1.32% Li_2O and is at a very advanced stage of development having had completed a definitive feasibility study (Core Lithium Ltd announcement dated 6 August 2021).

The Bynoe Project is in an area with excellent access and nearby infrastructure. Charger's interest in the Bynoe project was acquired due to its prospectivity for spodumene (a preferred lithium mineral), however the area is a past producer of cassiterite (Sn) and is recognised as prospective for tantalite (Ta) as well. These minerals are hosted in LCT pegmatites.

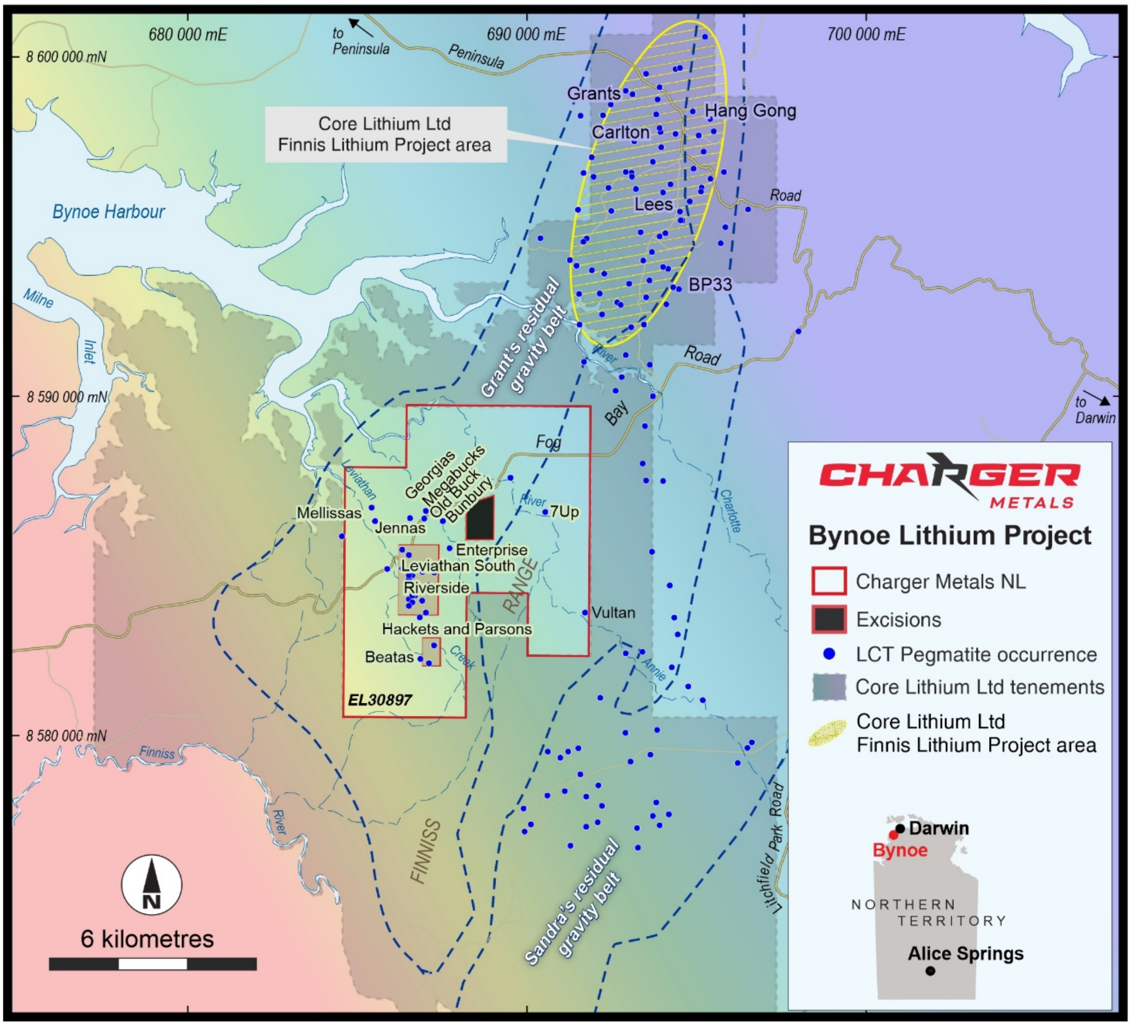

Figure 4: Location of the Bynoe Project

New evaluation by Charger has highlighted 14 anomalies (using a K-mean cluster analysis function), with many of the anomalies associated with identified, but undrilled, pegmatites.

The Company completed mapping and a 3,000-sample geochemistry programme at the Bynoe Lithium Project and is planning an aero-magnetic survey designed to refine the 5-kilometre-long cluster of lithium targets to a point where a substantial drilling programme can be planned.

Directors' Report (continued)

Corporate Activities

On 7 January 2021 the Company issued 8,000,000 fully paid ordinary shares at an issue price of $0.05 per share to raise $400,000 in seed capital.

On 8 February 2021 the Company issued 250,000 fully paid ordinary shares at an issue price of $0.05 per share to Directors of the Company for nil consideration and issued 3,400,000 unlisted options exercisable at $0.30 per option with an expiry date of 9 July 2024, to Directors, Officers and Advisors of the Company.

On 27 May 2021 the Company lodged its IPO Prospectus with ASIC to raise $6,000,000 through the issue of 30,000,000 fully paid ordinary shares at an issue price of $0.20 per share and officially quoted on the ASX on 9 July 2021 (ASX Code: CHR), successfully raising the $6,000,000.

Financial Position

The financial statements have been prepared on the going concern basis which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the normal course of business. The Company has reported a net loss for the period of $379,859 and a cash outflow from operating activities of $170,057.

As at 30 June 2021 the Company had $79,991 in cash and cash equivalents and a working capital deficit of $220,280. The Company successfully completed an IPO raising $6,000,000 (before costs) and commenced official quotation on the ASX on 9 July 2021. The Directors manage discretionary expenditure in line with the Company's cash flow and are confident that there are sufficient funds to meet the Company's working capital requirements for a minimum of 12 months from the date of this report. Accordingly the Directors consider it appropriate to prepare the financial statements on a going concern basis.

Dividends Paid or Recommended

There have been no dividends paid or declared since the start of the financial period.

Coronavirus (COVID-19) Pandemic

Judgement has been exercised in considering the impacts that the COVID-19 pandemic has had, or may have, on the Company based on known information. This consideration extends to the nature of the products and services offered, customers, supply chain, staffing and geographic regions in which the consolidated entity operates. Other than as addressed in specific notes, there does not currently appear to be either any significant impact upon the financial statements or any significant uncertainties with respect to events or conditions which may impact the Company unfavourably as at the reporting date or subsequently as a result of the COVID-19 pandemic.

Events After the Reporting Date

On 5 July 2021, the Company issued 30,000,000 fully paid ordinary shares at an issue price of $0.20 per share under its Prospectus dated 27 May 2021.

On 5 July 2021, the Company issued 12,150,000 ordinary shares and 1,000,000 unlisted options as part consideration for the purchase of interest in the Coates, Coates North, Lake Johnston and Bynoe Projects completing the both the Lithium Australia Acquisition and Mercator Acquisition. The options are exercisable at $0.30 per option, with an expiry date of 9 July 2024.

Directors' Report (continued)

On 5 July 2021, 1,600,000 unlisted options exercisable at $0.30 per option, with an expiry date of 9 July 2024, were granted to Lead Manager, Pamplona Capital Pty Ltd.

On 7 July 2021 the Company was admitted to the Official list of the ASX.

On 8 September 2021, the Company issued 31,034 ordinary shares as part consideration for the provision of marketing and investor relations services.

The impact of the COVID-19 pandemic is ongoing and it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation is rapidly developing and is dependent on measures imposed by the Australian Government and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and any economic stimulus that may be provided.

No further matters or circumstances have arisen since the end of the financial period which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years.

Likely Developments and Expected Results of the Operations

The Company will continue its mineral exploration activities at and around its exploration projects with the object of identifying commercial resources.

Environmental Regulations

The Company has a policy of complying with or exceeding its environmental performance obligations. The Board believes that the Company has adequate systems in place for the management of its environmental requirements. The Company aims to ensure the appropriate standard of environmental care is achieved, and in doing so, that it is aware of, and complies with, all environmental legislation. The Directors are not aware of any breach of environmental legislation for the financial period under review.

Information on Directors

The names and details of the Directors of the Company in office as at the date of this report and anytime during the financial period are:

Mr David Crook (BSC, GAICD, MAIG, MAUSIMM)
Managing Director and Chief Executive Officer | Appointed 27 November 2020

Mr David Crook is an experienced Managing Director with a strong technical and commercial background. Mr Crook has 40 years' experience as a geologist with a demonstrated discovery and production record including in nickel, gold, caesium and lithium, which included 16 years as Managing Director of ASX-listed Pioneer Resources Limited. Mr Crook was part of the geological teams that made discoveries at Mt Jewell (gold), Sinclair (caesium), Dome North (lithium), Kalpini and Goongarrie (nickel laterite), Radio Hill (nickel sulphide) and Gidgee Gold Mine (gold). Mr Crook has the following interest in shares, options and rights in the Company as at the date of this report – 600,001 ordinary shares and 500,000 unlisted options exercisable at $0.30 on or before 9 July 2024.

Directors' Report (continued)

Mr Terry Gardiner (BBUS)
Non-Executive Chairman | Appointed 27 November 2020

Mr Gardiner was appointed to the Board of Directors upon incorporation. He has strong experience in capital raising, support, promotion and corporate advisory services to listed companies in Australia and overseas. He has 30 years' experience investing in capital markets and extensive experience in funds management for sophisticated and private investors. He is currently a Non-Executive Director of Cazaly Resources Limited and Galan Lithium Limited. He is also an Executive Director of Barclay Wells Ltd, a boutique stock broking firm with offices in Perth and Melbourne. Mr Gardiner has the following interest in shares, options and rights in the Company as at the date of this report – 250,000 ordinary shares and 650,000 unlisted options exercisable at $0.30 on or before 9 July 2024.

Mr Alan Armstrong (BBUS, CA, GAICD)
Non-Executive Director | Appointed 27 November 2020

Mr Alan Armstrong was appointed to the Board of Directors upon incorporation. He is an experienced Director with a demonstrated history of working in the mining & metals industry. He has strong business development professional experience and holds a Grad Dip CA from Chartered Accountants Australia and New Zealand and is a member of the Australian Institute of Company Directors. Mr Armstrong has the following interest in shares, options and rights in the Company as at the date of this report – 50,000 ordinary shares and 250,000 unlisted options exercisable at $0.30 on or before 9 July 2024.

Company Secretary

Mr Jonathan Whyte (BCOM, CA)
Appointed 27 November 2020

Mr Whyte is a Chartered Accountant with extensive corporate, company secretarial and financial accounting experience, predominantly for listed resource sector companies. Mr Whyte is currently Company Secretary of AIM-listed Empyrean Energy Plc as well as ASX-listed companies Ironbark Zinc Ltd, Infinity Lithium Corporation Ltd and Peninsula Energy Ltd. Mr Whyte has the following interest in shares, options and rights in the Company as at the date of this report – 150,000 ordinary shares and 200,000 unlisted options exercisable at $0.30 on or before 9 July 2024.

Shares and Options

On 8 February 2021, 3,400,000 unlisted options exercisable at $0.30 per option, with an expiry date of 9 July 2024, were granted to Directors, Officers and Advisors of the Company.

On 5 July 2021, the Company issued 12,150,000 ordinary shares and 1,000,000 unlisted options as part consideration for the purchase of interest in the Coates, Coates North, Lake Johnston and Bynoe Projects completing both the Lithium Australia Acquisition and Mercator Acquisition. The options are exercisable at $0.30 per option, with an expiry date of 9 July 2024.

On 5 July 2021, 1,600,000 unlisted options exercisable at $0.30 per option, with an expiry date of 9 July 2024, were granted to Lead Manager, Pamplona Capital Pty Ltd.

On 8 September 2021, the Company issued 31,034 ordinary shares as part consideration for the provision of marketing and investor relations services.

Directors' Report (continued)

As at the date of this report, the unissued ordinary shares of the Company under option are as follows:

Details	Grant Date	Number	Exercise Price ($)	Date of Expiry
Unlisted Options	Various	6,000,000	$0.30	9 July 2024

No shares were issued during or since the end of the period as a result of the exercise of an option over unissued shares or interests.

Meetings of Directors

At this time the Board does not consider it appropriate to establish any Committees. The Board considers that due to the relative small size of the Company that the interests of the Company are best served by the full Board completing the functions normally delegated to Committees. This will be reviewed as the Company grows in size.

During the financial period, 5 meetings of Directors were held. Attendances by each Director during the period were as follows:

	Directors' Meetings	
Directors	Number Eligible to Attend	Number Attended
David Crook	5	5
Alan Armstrong	5	5
Terry Gardiner	5	5

Indemnification of Officers

During or since the end of the financial period the Company has given an indemnity or entered into an agreement to indemnify, or paid or agreed to pay insurance premiums as follows:

The Company has paid premiums to insure each of the following Directors and key personnel against liabilities for costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity of Director and Officer of the Company, other than conduct involving a wilful breach of duty in relation to the Company. The amount of the premium was $17,380 to insure Directors and Officers of the Company.

Corporate Governance Statement

The Company's 2021 Corporate Governance Statement has been released as a separate document and is located on the Company's website at: https://chargermetals.com.au/corporate/

Proceedings on Behalf of the Company

No person has applied for leave of court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or any part of those proceedings.

The Company was not a party to any such proceedings during the period.

Rounding of Amounts

The Company is an entity to which ASIC Corporations Instrument 2016/191 applies and, accordingly, amounts in the financial statements and Directors' Report have been rounded to the nearest dollar.

Directors' Report (continued)

Auditor's Independence Declaration

The lead auditor's independence declaration for the period 27 November 2020 (being the date of incorporation) to 30 June 2021 has been received and can be found on page 16 of the financial report.

Remuneration Report - Audited

This report details the nature and amount of remuneration for each key management person of the Company, and for the executives receiving the highest remuneration.

Remuneration policy

The Company's remuneration policy has been designed to align key management personnel objectives with shareholder and business objectives by providing a fixed remuneration component and offering specific long-term incentives based on key performance areas affecting the Company's financial results. The Company's Board believes the remuneration policy to be appropriate and effective in its ability to attract and retain the best key management personnel to run and manage the Company, as well as create goal congruence between Directors, Executives and Shareholders.

The Board's policy for determining the nature and amount of remuneration for key management personnel of the Company is as follows:

- The remuneration policy, setting the terms and conditions for the key management personnel, was developed by the remuneration committee and approved by the Board.
- All key management personnel receive a base salary (which is based on factors such as length of service and experience), plus superannuation where applicable.
- The remuneration committee reviews key management personnel packages annually by reference to the Company's performance, executive performance and comparable information from industry sectors.

The Company is an exploration entity, and therefore speculative in terms of performance. Consistent with attracting and retaining talented executives, Directors and senior executives are paid market rates associated with individuals in similar positions, within the same industry.

Options have previously been issued to Directors to provide a mechanism to participate in the future development of the Company and an incentive for their future involvement with and commitment to the Company.

Further options and performance incentives may be issued as the entity moves from an exploration entity to a producing entity, and key performance indicators such as profits and growth can be used as measurements for assessing board performance.

The key management personnel receive a superannuation guarantee contribution where required by the government, which was 9.5% for the year ended 30 June 2021, and do not receive any other retirement benefits.

All remuneration paid to key management personnel is valued at the cost to the Company and expensed. Shares given to key management personnel are valued as the difference between the market price of those shares and the amount paid by the key management personnel. Options are valued using the Black-Scholes methodology.

Directors' Report (continued)

The Board policy is to remunerate Non-Executive Directors at market rates for time, commitments and responsibilities. The remuneration committee determines payments to the Non-Executive Directors and reviews their remuneration annually, based on market practice, duties and accountability. Independent external advice is sought when required. The maximum aggregate amount of fees that can be paid to Non-Executive Directors is subject to approval by shareholders at the Annual General Meeting. To align Directors' interests with shareholder interests, the Directors are encouraged to hold shares in the Company and are able to participate in the employee option plan.

Employment Details of Directors and Members of Key Management Personnel

The employment terms and conditions of Key Management Personnel are formalised in contracts of employment.

Mr David Crook
Managing Director and Chief Executive Officer

- Consultancy services agreement – no fixed term;
- Base minimum consultancy fee of $10,240 per month, exclusive of GST;
- Notice period – 2 months; and
- No termination benefit is specified in the agreement.

Mr Terry Gardiner
Non-Executive Chairman

- Terms of agreement – no fixed term;
- Director's fee of $25,000 per annum, inclusive of superannuation - from 1 March 2021 until listing date;
- Director's fee of $50,000 per annum, inclusive of superannuation - from the date of listing on the ASX; and
- No notice period or termination benefit is specified in the agreement.

Mr Alan Armstrong
Non-Executive Director

- Terms of agreement – no fixed term;
- Director's fee of $25,000 per annum, exclusive of GST - from 1 March 2021 until listing date;
- Director's fee of $50,000 per annum, exclusive of GST - from the date of listing on the ASX; and
- No notice period or termination benefit is specified in the agreement.

Mr Jonathan Whyte
Company Secretary

- Consultancy services agreement – no fixed term;
- Consultancy fee charged at commercial hourly rates; and
- No notice period or termination benefit is specified in the agreement.

Directors' Report (continued)

Table of Benefits and Payments for the Period Ended 30 June 2021

Key Management Personnel	Salary & Fees Cash Based	Post-Employment Benefits Superannuation	Share-Based Payments Shares[4]	Share-Based Payments Options[5]	Total	Proportion of Remuneration Related to Performance
	$	$	$	$	$	%
David Crook[1]	51,980	-	7,500	6,538	66,018	-
Terry Gardiner	7,610	723	2,500	8,500	19,333	-
Alan Armstrong[2]	8,333	-	2,500	3,269	14,102	-
Jonathan Whyte[3]	11,000	-	-	2,615	13,615	-
Total	**78,923**	**723**	**12,500**	**20,922**	**113,068**	**-**

Notes:

1. Services provided by OreSource Pty Ltd as trustee for the OreSource Trust of which Mr Crook is the Trustee.
2. Services provided by Mining Corporate Pty Ltd, of which Mr Armstrong is an employee.
3. Services provided by Keyport Investments Pty Ltd, of which Mr Whyte is a Director.
4. On 8 February 2021, the Company issued 250,000 fully paid ordinary shares at an issue price of $0.05 per share to Directors of the Company for nil consideration.
5. On 8 February 2021, 1,600,000 unlisted options exercisable at $0.30 per option, with an expiry date of 9 July 2024, were granted to the key management personnel of the company.

Number of Shares Held by Key Management Personnel for the Period Ended 30 June 2021

The number of shares in the Company held during the period by each Director and other members of key management personnel of the Company including their personally related parties is set out below:

Key Management Personnel	Held at Date of Incorporation	Net Change Other[1,2]	Held at 30 June 2021
David Crook	1	550,000	550,001
Terry Gardiner	-	250,000	250,000
Alan Armstrong	-	50,000	50,000
Jonathan Whyte	-	100,000	100,000
Total	**1**	**950,000**	**950,001**

Notes:

1. The movement in Net Change Other includes the Directors' and Mr Whyte's participation in the Company's seed capital raise on 7 January 2021.
2. On 8 February 2021, the Company issued 250,000 fully paid ordinary shares at an issue price of $0.05 to Directors of the Company for nil consideration.

Directors’ Report (continued)

<u>Number of Options Held by Key Management Personnel for the Period Ended 30 June 2021</u>

The number of options over ordinary shares in the Company held during the financial period by each Director and other members of key management personnel of the Company including their personally related parties is set out below:

Key Management Personnel	Held at Date of Incorporation	Net Change Other[1]	Held at 30 June 2021
David Crook	-	500,000	500,000
Terry Gardiner	-	650,000	650,000
Alan Armstrong	-	250,000	250,000
Jonathan Whyte	-	200,000	200,000
Total	**-**	**1,600,000**	**1,600,000**

Notes:

1. On 8 February 2021, 1,600,000 unlisted options exercisable at $0.30 per option, with an expiry date of 9 July 2024, were granted to the key management personnel of the Company.

Valuation and Assumptions of KMP Options:	
Grant date	8 February 2021
Number	1,600,000
Share price	$0.05
Exercise price	$0.30
Expiry date	9 July 2024
Volatility	100%
Risk-free interest rate	0.10%
Value per option	$0.013
Total fair value	$20,922
Expense vested during the period	**$20,922**

<u>End of Audited Remuneration Report</u>

This Report of the Directors, incorporating the Remuneration Report, is signed in accordance with a resolution of the Board of Directors.

On behalf of the Board

David Crook
Managing Director/CEO
29 September 2021

Lead auditor's independence declaration under section 307C of the *Corporations Act 2001*

To the directors of Charger Metals NL

I declare that, to the best of my knowledge and belief, in relation to the audit for the financial year ended 30 June 2021 there have been:

(i) no contraventions of the auditor's independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and

(ii) no contraventions of any applicable code of professional conduct in relation to the audit.

NPAS

Nexia Perth Audit Services Pty Ltd

Muranda Janse Van Nieuwenhuizen
Director

Perth
29 September 2021

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Statement of Profit or Loss and Other Comprehensive Income

From Date of Incorporation 27 November 2020 to 30 June 2021

	Notes	30 June 2021 $
Corporate expenses		(254,253)
Directors' fees		(68,646)
Share-based payments	*6*	(56,960)
Loss before income tax		(379,859)
Income tax expense	*3*	-
Net loss for the period		**(379,859)**
Other comprehensive income		-
Total comprehensive loss for the period		-
Total comprehensive loss attributable to owners of the Company		**(379,859)**
Loss per share		
- Basic and diluted (cents per share)	*4*	(5.71)

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

Statement of Financial Position

As at 30 June 2021

	Notes	30 June 2021 $
Current Assets		
Cash and cash equivalents	*7*	79,991
Trade and other receivables	*8*	138,450
Total Current Assets		218,441
Non-Current Assets		
Exploration and evaluation expenditure	*9*	297,382
Total Non-Current Assets		297,382
Total Assets		**515,823**
Current Liabilities		
Trade and other payables	*10*	438,721
Total Current Liabilities		438,721
Total Liabilities		**438,721**
Net Assets		**77,102**
Equity		
Issued capital	*12*	412,501
Reserves	*13*	44,460
Accumulated losses		(379,859)
Total Equity		**77,102**

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

Statement of Changes in Equity

From Date of Incorporation 27 November 2020 to 30 June 2021

	Notes	Issued Capital $	Reserves $	Accumulated losses $	Total $
Balance as at Incorporation Date		**1**	**-**	**-**	**1**
Loss for the period		-	-	(379,859)	(379,859)
Other comprehensive income		-	-	-	-
Total comprehensive loss for the period		-	-	(379,859)	(379,859)
Transactions with owners, recorded directly in equity					
Issue of share capital	*12*	400,000	-	-	400,000
Share-based payments	*6*	12,500	44,460	-	56,960
Total transactions with owners		412,500	44,460	-	456,960
Balance as at 30 June 2021		**412,501**	**44,460**	**(379,859)**	**77,102**

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

Statement of Cash Flows

From Date of Incorporation 27 November 2020 to 30 June 2021

	Notes	30 June 2021 $
Cash Flows from Operating Activities		
Payments to suppliers and employees		(170,057)
Net cash flows used in operating activities	*16*	**(170,057)**
Cash Flows from Investing Activities		
Payments for exploration and evaluation		(68,021)
Net cash flows used in investing activities		**(68,021)**
Cash Flows from Financing Activities		
Proceeds from issue of shares		400,001
Capital raising costs (prepaid)		(81,932)
Net cash flows generated from financing activities		**318,069**
Net increase in cash and cash equivalents		79,991
Cash and cash equivalents as at incorporation date		-
Cash and cash equivalents at the end of the period	*7*	**79,991**

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

Notes to the Financial Statements

From Date of Incorporation 27 November 2020 to 30 June 2021

Note 1. Statement of Significant Accounting Policies

The financial report of Charger Metals NL (the 'Company' or 'Charger') for the financial period ended 30 June 2021 was approved for issue in accordance with a resolution of Directors on 29 September 2021. The Directors have the power to amend and reissue the financial statements.

This financial report includes the financial statements and notes of Charger Metals NL.

The Company is a no liability company, incorporated and domiciled in Australia.

Basis of Preparation

The accounting policies set out below have been consistently applied to all periods presented.

Statement of Compliance

This financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards (including Australian Interpretations) issued by the Australian Accounting Standards Board (**AASB**) and the Corporations Act 2001 as appropriate for profit oriented entities. The financial report of the Company complies with International Financial Reporting Standards (**IFRS**) and Interpretations as issued by the International Accounting Standards Board (**IASB**).

Basis of Measurement

The financial report has been prepared on an accruals basis and going concern basis, and is based on historical costs, modified, where applicable, by the measurement of fair value of selected non-current assets, financial assets and financial liabilities.

New, Revised or Amending Accounting Standards and Interpretations Adopted

The Company has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board that are mandatory for the current reporting period. The adoption of these Accounting Standards and Interpretations did not have any impact on the financial performance or position of the Company.

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted. No significant impact is expected from the adoption of the new, revised or amended Accounting Standards.

Going Concern

The financial statements have been prepared on the going concern basis which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the normal course of business. The Company has reported a net loss for the period of $379,859 and a cash outflow from operating activities of $170,057.

As at 30 June 2021 the Company had $79,991 in cash and cash equivalents and a working capital deficit of $220,280. The Company successfully completed an IPO raising $6,000,000 (before costs) and commenced official quotation on the ASX on 9 July 2021. The Directors manage discretionary expenditure in line with the Company's cash flow and are confident that there are sufficient funds to meet the Company's working capital requirements for a minimum of 12 months from the date of this report. Accordingly the Directors consider it appropriate to prepare the financial statements on a going concern basis.

Notes to the Financial Statements (continued)

From Date of Incorporation 27 November 2020 to 30 June 2021

Rounding of Amounts

The Company is an entity to which ASIC Corporations Instrument 2016/191 applies and, accordingly, amounts in the financial statements and Directors' Report have been rounded to the nearest dollar.

Current and Non-Current Classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the Company's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

Goods and Services Tax ('GST') and Other Similar Taxes

Revenue, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the tax authority is included in other receivables or other payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the tax authority, are presented as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the tax authority.

Key Estimates, Judgments and Assumptions

The preparation of financial statements requires management to make judgments and estimates relating to the carrying amounts of certain assets and liabilities. Actual results may differ from the estimates made. Estimates and assumptions are reviewed on an ongoing basis. The key estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of certain assets and liabilities within the next annual reporting period are disclosed in the relevant notes.

Operating Segments

The Company has identified its operating segments based on internal reports that are reviewed and used by the Board of Directors (chief operating decision makers) in assessing performance and determining the allocation of resources. Segments are identified on the basis of area of interest. Financial information about each segment is provided to the chief operating decision makers on at least a monthly basis.

The Company has one reportable operating segment as follows:

- Australia

Coronavirus (COVID-19) Pandemic
Judgment has been exercised in considering the impacts that the COVID-19 pandemic has had, or may have on the Company based on known information. This consideration extends to the nature of the products and services offered, customers, supply chain, staffing and geographic regions in which the Company operates. Other services offered, customers, supply chain, staffing and geographic regions in which the Company operates. Other than as addressed in specific notes (if relevant), there does not currently appear to be either any significant impact upon the financial statements or any significant uncertainties with respects to events or conditions which may impact the Company unfavourably as at the reporting date or subsequently as a result of the COVID-19 pandemic.

Note 2. Auditor's Remuneration

During the financial period the following fees were paid or payable for services provided by Nexia Perth Audit Services Pty Ltd, the auditor of the Company:

	30 June 2021 $
Auditor's Remuneration	
Audit of financial statements	8,000
Review of interim financial statements	2,000
Preparation of Independent Limited Assurance Report	7,500
Total Auditor's Remuneration	**17,500**

Note 3. Income Tax Expense

	30 June 2021 $
a) The components of tax (benefit)/expense comprise:	
Current tax	-
Deferred tax	-
	-
b) Reconciliation of income tax to prima facie tax payable	
Accounting loss before tax	(379,859)
Income tax (benefit)/expense @ 30%	(113,958)
Add/(deduct) tax effect of:	
• Non-deductible expenses	17,088
• Movement in deferred tax positions not recognised	13,400
• Revenue losses not recognised	83,470
Income tax (benefit)/expense attributable to entity	**-**
c) The following deferred tax balances have not been recognised:	
Deferred Tax Assets @ 30%	
Carried forward revenue losses	83,470
Carried forward capital losses	-
Provisions and accruals	13,400
	96,870

Accounting Policy

The charge for current income tax expense is based on the profit for the period adjusted for any non-assessable or disallowed items. It is calculated using tax rates that have been enacted or are substantively enacted by the reporting date.

Deferred tax is accounted for using the liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on either accounting profit or taxable profit or loss.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled. Deferred tax is credited in the statement of profit or loss and other comprehensive income except where it relates to items that may be credited directly to equity, in which case the deferred tax is adjusted directly against equity.

Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary differences can be utilised.

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income taxation legislation and the anticipation that the Company will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

Key Estimates, Judgments and Assumptions

Judgement is required in assessing whether deferred tax assets and liabilities are recognised on the statement of financial position. Deferred tax assets, including those arising from temporary differences, are recognised only when it is considered more likely than not that they will be recovered, which is dependent on the generation of future assessable income of a nature and of an amount sufficient to enable the benefits to be utilised.

Change in Corporate Tax Rate

There has been a legislated change in the corporate tax rate that will apply to future income years. The impact of this reduction in the corporate tax rate has been reflected in the unrecognised deferred tax positions and the prima face income tax reconciliation above.

Notes to the Financial Statements (continued)

From Date of Incorporation 27 November 2020 to 30 June 2021

Note 4. Loss Per Share

The following reflects the income and share data used in the calculations of basic and diluted earnings per share (EPS):

		30 June 2021 $
a)	**Reconciliation of earnings to loss**	
	Loss used to calculate basic and diluted EPS	(379,859)

		30 June 2021 No.
b)	**Weighted average number of shares outstanding during the period**	
	Weighted average number of ordinary shares outstanding during the period used in calculating basic and dilutive EPS	6,646,992

As the Company is in a loss position, the options outstanding at 30 June 2021 have no dilutive effects on the earnings per share calculation.

Accounting Policy

Basic earnings per share

Basic earnings per share is determined by dividing the net profit after income tax attributable to members of the Company, excluding any costs of servicing equity other than ordinary shares, by the weighted average number of ordinary shares outstanding during the financial year, adjusted for bonus elements in ordinary shares issued during the year.

Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account the after income tax effect of interest and other financing costs associated with dilutive potential ordinary shares and the weighted average number of shares assumed to have been issued for no consideration in relation to dilutive potential ordinary shares.

Note 5. Key Management Personnel

Names and positions held of the Company's key management personnel in office at any time during the financial period are:

Key Management Personnel	Position
David Crook[1]	Managing Director/CEO
Terry Gardiner	Non-Executive Chairman
Alan Armstrong[2]	Non-Executive Director
Jonathan Whyte[3]	Company Secretary

1. Services provided by OreSource Pty Ltd ATF OreSource Trust of which Mr Crook is the Trustee.
2. Services provided by Mining Corporate Pty Ltd, of which Mr Armstrong is an employee.
3. Services provided by Keyport Investments Pty Ltd, of which Mr Whyte is a Director.

Notes to the Financial Statements (continued)

From Date of Incorporation 27 November 2020 to 30 June 2021

The totals of remuneration paid to key management personnel of the Company during the period are as follows:

	30 June 2021 $
Key Management Personnel Compensation	
Short-term employment benefits	78,923
Post-employment benefits	723
Share-based payments	33,422
Total Key Management Personnel Compensation	**113,068**

Key management personnel remuneration has been included in the Remuneration Report section of the Directors' Report.

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated:

- No amounts in addition to those disclosed in the Remuneration Report in the Directors' Report were paid or payable to Directors or members of key management personnel of the Company at the end of the period; and
- There were no loans to key management personnel at the end of the period.

Note 6. Share-Based Payments

	30 June 2021 $
Share-Based Payments	
Shares issued to Directors[1]	12,500
Options issued to Directors, Officers and Advisors[2]	44,460
Total Share-Based Payments	**56,960**

Notes:

1. On 8 February 2021, the Company issued 250,000 fully paid ordinary shares at an issue price of $0.05 to Directors of the Company for nil consideration.
2. On 8 February 2021, 3,400,000 unlisted options exercisable at $0.30 per option, with an expiry date of 9 July 2024, were granted to Directors, Officers and Advisors of the Company.

Valuation and Assumptions of Options:	
Grant date	8 February 2021
Number	3,400,000
Share price	$0.05
Exercise price	$0.30
Expiry date	9 July 2024
Volatility	100%
Risk-free interest rate	0.10%
Value per option	$0.013
Total fair value	$44,460
Expense vested during the period	**$44,460**

Notes to the Financial Statements (continued)

From Date of Incorporation 27 November 2020 to 30 June 2021

Note 7. Cash and Cash Equivalents

	30 June 2021 $
Cash at bank and in hand	79,991
Total Cash and Cash Equivalents	**79,991**

Accounting Policy

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of 3 months or less, and bank overdrafts that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Note 8. Trade and Other Receivables

	30 June 2021 $
Current	
GST receivable	42,651
Prepayments	95,799
Total Trade and Other Receivables	**138,450**

Accounting Policy

Trade and other receivables are recognised at amortised cost, less any provision for impairment.

Collectability of receivables is reviewed on an ongoing basis. Debts which are known to be uncollectible are written off. A provision for expected credit losses is raised when some doubt as to collection exists.

Provision for Impairment of Receivables

Current trade and term receivables are non-interest bearing loans and generally on 30-day terms. Non-current trade and term receivables are assessed for recoverability based on the underlying terms of the contract. A provision for expected credit losses is recognised when there is objective evidence that an individual trade or term receivable is impaired.

There are no balances within trade and other receivables that contain balances that are past due. It is expected these balances will be received when due.

Note 9. Exploration and Evaluation Expenditure

	30 June 2021 $
Movement in Carrying Value:	
Balance at the beginning of the period	-
Exploration expenditure capitalised during the period	297,382
Carrying Amount at the End of the Period	**297,382**

Accounting Policy

Exploration and evaluation costs, including the costs of acquiring licences, are capitalised as exploration and evaluation assets on an area of interest basis. Costs incurred before the Company has obtained the legal rights to explore an area are recognised in the statement of profit or loss and other comprehensive income.

Exploration and evaluation assets are only recognised if the rights of interest are current and either:

- The expenditures are expected to be recouped through successful development and exploitation of the area of interest; or
- Activities in the area of interest have not, at the reporting date, reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable reserves and active and significant operations in, or in relation to, the area of interest are continuing.

A regular review is undertaken of each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest.

An impairment exists when the carrying amount of capitalised exploration and evaluation expenditure relating to an area of interest exceeds its recoverable amount. The asset is then written down to its recoverable amount. Any impairment losses are recognised in the statement of profit or loss and other comprehensive income.

Once the technical feasibility and commercial viability of the extraction of mineral resources in an area of interest are demonstrable, exploration and evaluation assets attributable to that area of interest are first tested for impairment and then reclassified from exploration and evaluation expenditure to mining property and development assets within property, plant and equipment and depreciated over the life of the mine.

Costs of site restoration are provided over the life of the facility from when exploration commences and are included in the costs of that stage. Site restoration costs include the dismantling and removal of mining plant, equipment and building structures, waste removal, and rehabilitation of the site in accordance with clauses of the mining permits. Where applicable, such costs are determined using estimates of future costs, current legal requirements and technology on an undiscounted basis.

Key Estimates, Judgments and Assumptions

Impairment of exploration and evaluation assets

The ultimate recoupment of the value of exploration and evaluation assets is dependent on the successful development and commercial exploitation, or alternatively, sale, of the exploration and evaluation asset.

Impairment tests are carried out on a regular basis to identify whether the asset carrying values exceed their recoverable amounts. There is significant estimation and judgement in determining the inputs and assumptions used in determining the recoverable amounts.

The key areas of judgement and estimation include:

- Recent exploration and evaluation results and resource estimates;
- Environmental issues that may impact on the underlying tenements; and
- Fundamental economic factors that have an impact on the planned operations and carrying values of assets and liabilities.

Carrying Value of Exploration and Evaluation Assets
The Company assessed the carrying value of its exploration and evaluation expenditure for indicators of impairment and concluded that impairment testing of the project was not triggered.

Note 10. Trade and Other Payables

	30 June 2021 $
Current	
Trade payables	155,042
Accrued expenses	283,679
Total Trade and Other Payables	**438,721**

Accounting Policy
Trade and other payables represent the liability outstanding at the end of the reporting period for good and services received by the Company during the reporting period which remains unpaid. The balance is recognised as a current liability with the amount being normally paid within 30 days of recognition of the liability.

Note 11. Financial Risk Management

The Company's financial instruments consists mainly of deposits with banks, local money market instruments, short-term investments, accounts receivable and payable.

Financial Risk Management Policies

a) Treasury Risk Management
The Board meets on a regular basis to analyse financial risk exposure and to evaluate treasury management strategies in the context of the most recent economic conditions and forecasts. The Board's overall risk management strategy seeks to assist the Company in meeting its financial targets, whilst minimising potential adverse effects on financial performance.

Risk management policies are approved and reviewed by the Board on a regular basis. These include the use of credit risk policies and future cash flow requirements.

b) Financial Risk Exposures and Management
The main risks the Company is exposed to through its financial instruments are liquidity risk, credit risk and price risk.

i. Liquidity risk
Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. Typically the Company ensures that it has sufficient cash on demand to meet expected operational expenses; this excludes the potential impact of extreme circumstances that cannot reasonably be predicted, such as natural disasters.

Notes to the Financial Statements (continued)

From Date of Incorporation 27 November 2020 to 30 June 2021

	Financial Asset & Financial Liability Maturity Analysis			
	Within 1 Year	1-5 Years	Over 5 Years	Total
	30 June 2021	30 June 2021	30 June 2021	30 June 2021
	$	$	$	$
Financial Assets				
Cash and cash equivalents	79,991	-	-	79,991
Total Financial Assets	**79,991**	-	-	**79,991**
Financial Liabilities				
Trade payables	155,042	-	-	155,042
Total Financial Liabilities	**155,042**	**-**	**-**	**155,042**

ii. Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations and arises principally from the Company's receivables from customers and investment securities. The maximum exposure to credit risk, excluding the value of any collateral or other security, at reporting date to recognised financial assets, is the carrying amount, net of any provisions for impairment of those assets, as disclosed in the statement of financial position and notes to the financial statements.

The Company does not have any material credit risk exposure to any single receivable or Company of receivables under financial instruments entered into by the Company.

Credit risk related to balances with banks and other financial institutions are managed in accordance with approved Board policy. The Company's current investment policy is aimed at maximising the return on surplus cash, with the aim of outperforming the benchmark within acceptable levels of risk return exposure and to mitigate the credit and liquidity risks that the Company is exposed to through investment activities.

The following table provides information regarding the credit risk relating to cash and money market securities based on Standard and Poor's counterparty credit ratings.

	30 June 2021 $
Cash and cash equivalents	
A-Rated	79,991

iii. Price risk

- Commodity price risk

  The Company is not directly exposed to commodity price risk. However, there is a risk that the changes in prevailing market conditions and commodity prices could affect the viability of the project.

- Equity price risk

  Equity price risk arises from equity securities held. Material investments are managed on an individual basis and all buy and sell decisions are approved by the board.

Notes to the Financial Statements (continued)

From Date of Incorporation 27 November 2020 to 30 June 2021

iv. Interest rate risk exposure analysis

Exposure to interest rate risk arises on financial assets and financial liabilities recognised at the end of the reporting period whereby a future change in interest rates will affect future cash flows or the fair value of fixed rate financial instruments. The Company does not use derivatives to mitigate these exposures.

	Weighted Average Effective Interest Rate 30 June 2021 %	Floating Interest Rate 30 June 2021 $	Non-Interest Bearing 30 June 2021 $
Financial Assets			
Cash at bank & on hand	-	-	79,991
Total Financial Assets		-	**79,991**
Financial Liabilities			
Trade payables	-	-	155,042
Total Financial Liabilities		-	**155,042**

Fair Value

Fair values are those amounts at which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction. Fair values may be based on information that is estimated or subject to judgement, where changes in assumptions may have a material impact on the amounts estimated. Areas of judgement and the assumptions have been detailed below. Where possible, valuation information used to calculate fair value is extracted from the market, with more reliable information available from markets that are actively traded. In this regard, fair values for listed securities are obtained from quoted market prices. Where securities are unlisted and no market quotes are available, fair value is obtained using discounted cash flow analysis and other valuation techniques commonly used by market participants.

The following methods and assumptions are used to determine the net fair values of financial assets and liabilities:

a) Cash and short-term investments – the carrying amount approximates fair value because of their short term to maturity;
b) Trade receivables and trade payables – the carrying amount approximates fair value; and
c) Other assets and liabilities approximate their carrying value.

No financial assets and financial liabilities are readily traded on organised markets in standardised form.

Notes to the Financial Statements (continued)

From Date of Incorporation 27 November 2020 to 30 June 2021

Note 12. **Issued Capital**

	30 June 2021 $
8,250,001 fully paid ordinary shares	412,501

	30 June 2021 No.
a) Ordinary Shares – Number of Shares	
Balance as at Incorporation Date	1
Shares issued during the period[1,2]	8,250,000
Total at the end of the period	**8,250,001**

	30 June 2021 $
b) Ordinary Shares – Value of Shares	
Balance as at Incorporation Date	1
Shares issued during the period[1,2]	412,500
Total at the end of the period	**412,501**

Notes:

1. On 7 January 2021, the Company issued 8,000,000 fully paid ordinary shares at an issue price of $0.05 per share to raise $400,000.
2. On 8 February 2021, the Company issued 250,000 fully paid ordinary shares at an issue price of $0.05 to Directors of the Company for nil consideration, with a total value of $12,500.

Ordinary shares participate in dividends and the proceeds on winding up of the Company in proportion to the number of shares held. The fully paid ordinary shares have no par value.

At the shareholders' meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on a show of hands.

c) Options

On 8 February 2021, 3,400,000 unlisted options exercisable at $0.30 per option, with an expiry date of 9 July 2024, were granted to Directors, Officers and Advisors of the Company (refer Note 6).

d) Capital Management

The Directors' primary objective is to maintain a capital structure that ensures the lowest cost of capital to the Company. At reporting date, the Company has no external borrowings. The Company is not subject to any externally imposed capital requirements.

Accounting Policy

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds. Incremental costs directly attributable to the issue of new shares or options, or for the acquisition of a business, are included in the cost of the acquisition as part of the purchase consideration.

Key Estimates, Judgments and Assumptions

The Company measures the cost of equity settled transactions by reference to the fair value of the equity instruments at the date at which they are granted. The fair value of share options is determined by an external valuer using an appropriate valuation model.

Note 13. Reserves

a) Share-Based Payments Reserve

The share-based payments reserve records items recognised as expenses on valuation of employee share and consultants' options.

A reconciliation of the movement in the share-based payments reserve is as follows:

	30 June 2021 $
At the beginning of the reporting period	-
Share-based payments (Note 6)	44,460
Total at the end of the reporting period	**44,460**

Accounting Policy – Share-Based Payments

Equity-settled and cash-settled share-based compensation benefits are provided to employees.

Equity-settled transactions are awards of shares, or options over shares, that are provided to employees in exchange for the rendering of services. Cash-settled transactions are awards of cash for the exchange of services, where the amount of cash is determined by reference to the share price.

The cost of equity-settled transactions are measured at fair value on the grant date. Fair value is determined using the Black-Scholes option valuation model that takes into account the exercise price, the term of the option, the impact of dilution, the share price at grant date and expected price volatility of the underlying share, the expected dividend yield and the risk free interest rate for the term of the option, together with non-vesting conditions that do not determine whether the Company received the services that entitle the employees to receive payment. No account is taken of any other vesting conditions.

The cost of equity-settled transactions are recognised as an expense with a corresponding increase in equity over the vesting period. The cumulative charge to profit or loss is calculated based on the grant date fair value of the award, the best estimate of the number of awards that are likely to vest and the expired portion of the vesting period. The amount recognised in profit or loss for the period is the cumulative amount calculated at each reporting date less amounts already recognised in previous periods.

The cost of cash-settled transactions is initially, and at each reporting date until vested, determined by applying either the Binomial or Hoadley option valuation model, taking into consideration the terms and conditions on which the award was granted. The cumulative charge to profit or loss until settlement of the liability is calculated as follows:

- During the vesting period, the liability at each reporting date is the fair value of the award at that date multiplied by the expired portion of the vesting period;
- From the end of the vesting period until settlement of the award, the liability is the full fair value of the liability at the reporting date.

All changes in the liability are recognised in profit or loss. The ultimate cost of cash-settled transaction is the cash paid to settle the liability.

Market conditions are taken into consideration in determining fair value. Therefore, any awards subject to market conditions are considered to vest irrespective of whether or not that market condition has been met, provided all other conditions are satisfied.

If equity-settled awards are modified, as a minimum an expense is recognised as if the modification has not been made. An additional expense is recognised, over the remaining vesting period, for any modification that increases the total fair value of the share-based compensation benefit as at the date of modification.

If the non-vesting condition is within the control of the Company or employee, the failure to satisfy the condition is treated as a cancellation. If the condition is not within the control of the Company or employee and is not satisfied during the vesting period, any remaining expense for the award is recognised over the remaining vesting period, unless the award is forfeited.

Note 14. Events After the Reporting Date

On 5 July 2021, the Company issued 30,000,000 fully paid ordinary shares at an issue price of $0.20 per share under its Prospectus dated 27 May 2021.

On 5 July 2021, the Company issued 12,150,000 ordinary shares and 1,000,000 unlisted options as part consideration for the purchase of interest in the Coates, Coates North, Lake Johnston and Bynoe Projects completing both the Lithium Australia Acquisition and Mercator Acquisition. The options are exercisable at $0.30 per option, with an expiry date of 9 July 2024.

On 5 July 2021, 1,600,000 unlisted options exercisable at $0.30 per option, with an expiry date of 9 July 2024, were granted to Lead Manager, Pamplona Capital Pty Ltd.

On 7 July 2021 the Company was admitted to the Official list of the ASX.

On 8 September 2021, the Company issued 31,034 ordinary shares as part consideration for the provision of marketing and investor relations services.

The impact of the COVID-19 pandemic is ongoing and it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation is rapidly developing and is dependent on measures imposed by the Australian Government and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and any economic stimulus that may be provided.

No further matters or circumstances have arisen since the end of the financial period which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years.

Note 15. Contingent Assets and Liabilities

Lithium Australia Acquisition Agreement - Coates, Lake Johnston and Bynoe Projects
The Company acquired a 70% interest in the Coates, Lake Johnston and Bynoe Projects in early July 2021 by reimbursing Lithium Australia $100,000 of exploration expenditure and issuing 9,600,000 fully paid ordinary shares in the Company to Lithium Australia. In addition, the Company must pay Lithium Australia or its nominee the deferred consideration (consisting of either $200,000 or 2,000,000 fully paid ordinary shares in the Company) if Charger, by 4 December 2026, delineates a JORC Code compliant inferred resource.

Mercator Acquisition Agreement - Coates North Project
In July 2021, the Company acquired the 85% interest in the Coates North Project by issuing 2,550,000 fully paid ordinary shares and 1,000,000 unlisted options in the Company. The Company may also have to meet deferred consideration consisting of either $200,000 or 2,000,000 fully paid ordinary shares in the Company which is contingent on certain milestones being met in relation to the development of the tenement.

The Company is unaware of any other contingent assets or liabilities that may have a material impact on the Company's financial position.

Note 16. Cash Flow Reconciliation

Reconciliation of cash flow from operations with loss after income tax:

	30 June 2021 $
Operating loss after tax	(379,859)
Non-cash flows in loss:	
Share-based payments	56,960
Movements in assets and liabilities:	
(Increase) in trade and other receivables relating to operating activities	(56,518)
Increase in trade payables relating to operating activities	209,360
Net cash outflows from operating activities	**(170,057)**

Note 17. Capital Commitments

In order to maintain current rights of tenure to exploration tenements the Company is required to perform minimum exploration work to meet the minimum expenditure requirements specified by various State Governments.

	30 June 2021 $
Minimum Tenement Expenditure Commitments	
Within one year	243,500
Later than one year but no later than five years	974,000
Total	**1,217,500**

Directors' Declaration
For the Period Ended 30 June 2021

The Directors of the Company declare that:

The financial statements, notes and additional disclosures included in the Directors' report are in accordance with the Corporations Act 2001 and:

a) comply with Australian Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and

b) give a true and fair view of the financial position as at 30 June 2021 and of the performance for the period ended on that date of the Company;

c) the financial statements are in compliance with International Financial Reporting Standards, as stated in Note 1 to the financial statements.

In the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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

David Crook
Managing Director/CEO

29 September 2021

Independent Audit Report to the Members of Charger Metals NL

Report on the financial report

Opinion

We have audited the financial report of Charger Metals NL ("the Company"), which comprises statement of financial position as at 30 June 2021, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the period from 27 November 2020 to 30 June 2021, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of the Company is in accordance with the *Corporations Act 2001*, including:

(i) giving a true and fair view of the Company's financial position as at 30 June 2021 and of its financial performance for the period from 27 November 2020 to 30 June 2021; and

(ii) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

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Key audit matter	How our audit addressed the key audit matter
Funding and Liquidity ***Refer to Note 1 (Going Concern)*** Charger Metals NL is an Australian exploration company incorporated to buy interests in precious metals and battery minerals projects in Western Australia and the Northern Territory. The exploration activities of the Company have not yet advanced to a stage where it is able to generate revenue, accordingly the Company is reliant on funding from external sources such as capital raisings, to support its operations. We focussed on whether the Company had sufficient cash resources and access to funding to allow the Company to continue as a going concern. The adequacy of funding and liquidity as well as the relevant impact on the going concern assessment is a key audit matter due to the inherent uncertainties associated with the future development of the Company's projects and the level of funding required to support that development.	We evaluated the Company's funding and liquidity position at 30 June 2021 and its ability to repay its debts as and when they fall due for a minimum of 12 months from the date of signing the financial report. In doing so, we: ▪ obtained management's cash flow forecast for the 18 months from the commencement of the 2022 financial year; ▪ assessed the reliability and completeness of management's assumptions by comparing the forecast cash flows to those of current period and as well as our understanding of future events and conditions; and ▪ considered events subsequent to year end to determine whether any additional facts or information have become available since the date on which management made its assessment.

Other information

The directors are responsible for the other information. The other information comprises the information in Charger Metals NL annual report for the period from 27 November 2020 to 30 June 2021, but does not include the financial report and the auditor's report thereon.

Our opinion on the financial report does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of the other information we are required to report that fact. We have nothing to report in this regard.

Directors' responsibility for the financial report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the entity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibility for the audit of the financial report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at:
https://www.auasb.gov.au/admin/file/content102/c3/ar2_2020.pdf.This description forms part of our auditor's report.

This description forms part of our auditor's report. We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on the remuneration report

Opinion on the Remuneration Report

We have audited the Remuneration Report included within the Directors' Report for the period from 27 November 2020 to 30 June 2021.

In our opinion, the Remuneration Report of Charger Metals NL for the period from 27 November 2020 to 30 June 2021, complies with Section 300A of the *Corporations Act 2001*.

Responsibilities

The directors of the Company are responsible for the preparation and presentation of the Remuneration Report in accordance with Section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

NPAS

Nexia Perth Audit Services Pty Ltd

Muranda Janse Van Nieuwenhuizen
Director

Perth
29 September 2021

ASX Additional Information

a) Distribution of Shareholders as at 28 September 2021

Spread of Holdings	Number of Ordinary Shareholders	Number of Shares
1 – 1,000	115	88,609
1,001 – 5,000	540	1,537,763
5,001 – 10,000	288	2,425,104
10,001 – 100,000	427	13,759,587
100,001 – and over	55	32,619,972
Total	**1,425**	**50,431,035**

b) Top 20 Shareholders as at 28 September 2021

Position	Holder Name	Holding	% IC
1	LITHIUM AUSTRALIA NL	9,600,000	19.04%
2	GUNSYND PLC	3,600,000	7.14%
3	LIND GLOBAL MACRO FUND LP	2,807,000	5.57%
4	MR ADRIAN CHRISTOPHER GRIFFIN	2,725,450	5.40%
5	HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED	2,449,739	4.86%
6	CADENCE MINERALS PLC	1,500,000	2.97%
7	WARRIOR STRATEGIC PTY LTD	1,311,368	2.60%
8	CITICORP NOMINEES PTY LIMITED	964,160	1.91%
9	MR DAVID CROOK	600,001	1.19%
10	MRS VESNA KRAUS	465,500	0.92%
11	MR MARK MCINNES	463,722	0.92%
12	WAHOO CAPITAL LTD	432,736	0.86%
13	BNP PARIBAS NOMINEES PTY LTD	340,048	0.67%
14	MR MARX LIN	300,000	0.59%
15	GTT GLOBAL OPPORTUNITIES PTY LTD	300,000	0.59%
16	RANA-FOLEY SUPERANNUATION PTY LTD <RANA-FOLEY SUPER FUND A/C>	293,500	0.58%
17	MR TERRY JAMES GARDINER	250,000	0.50%
18	MR ALEXANDER CHARLES COOPER	212,000	0.42%
19	MR LEIF TANTON POWIS	210,000	0.42%
20	MR WILLIAM FREWEN	200,000	0.40%
	Total	**29,025,224**	**57.55%**
	Total issued capital - selected security class(es)	**50,431,035**	**100.00%**

c) Ordinary share capital

- The number of shareholders holding less than a marketable parcel of shares is 74, totalling 47,680 ordinary shares.
- Each ordinary share is entitled to one vote when a poll is called, otherwise each member present at a meeting or by proxy has one vote on a show of hands.