



# **CONSOLIDATED LITHIUM METALS INC.**

## **Condensed Interim Financial Statements**

*For the three and nine months ended September 30, 2024 and 2023*

*(Expressed in Canadian Dollars)*

*(Unaudited)*

**NOTICE OF NO AUDITOR REVIEW OF  
CONDENSED INTERIM FINANCIAL STATEMENTS**

Under National Instrument 51-102, Part 4, subsection 4.3(3) (a), if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the interim financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed interim financial statements of the Company have been prepared by and are the responsibility of the Company's management.

The Company's independent auditor has not performed a review of these condensed interim financial statements, in accordance with standards established by the Chartered Professional Accountants of Canada (CPA Canada) for a review of interim financial statements by an entity's auditor.

**Consolidated Lithium Metals Inc.**  
**Condensed Interim Statements of Financial Position**  
(Expressed in Canadian dollars- unaudited)

As at:	Notes	September 30, 2024	December 31, 2023
<b>ASSETS</b>			
<b>Current assets:</b>			
Cash	14	\$ 192,887	\$ 2,415,649
Amounts receivable	5	134,816	496,893
Prepaid expenses		23,253	25,117
Total current assets		350,956	2,937,659
<b>Non-current assets:</b>			
Right-of-use asset and leasehold improvements	6(b)	121,741	179,942
<b>TOTAL ASSETS</b>		<b>\$ 472,697</b>	<b>\$ 3,117,601</b>
<b>LIABILITIES AND EQUITY</b>			
<b>Current liabilities:</b>			
Accounts payable and accrued liabilities	8,13,14	\$ 263,418	\$ 227,149
Flow-through share premium liability	9	-	4,848
Lease liability	6(a)	53,058	49,607
Total current liabilities		316,476	281,604
<b>Non-current liabilities:</b>			
Long-term portion of lease liability	6(a)	47,998	88,234
Total liabilities		364,474	369,838
<b>Shareholders' equity:</b>			
Share capital	10(b)	30,540,062	30,522,521
Warrants	10(b),11(a)	972,372	1,326,303
Contributed surplus	11(b)	1,733,632	1,573,492
Deficit		(33,137,843)	(30,674,553)
Total shareholders' equity		108,223	2,747,763
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>\$ 472,697</b>	<b>\$ 3,117,601</b>
Nature of operations and going concern	1		
Commitments and contingencies	16		
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Approved on behalf of the Board of Directors.

Rene Bharti  
Director

Robert Bryce  
Director

The accompanying notes are an integral part of these condensed interim financial statements.

**Consolidated Lithium Metals Inc.**  
**Condensed Interim Statements of Loss and Comprehensive Loss**  
(Expressed in Canadian dollars- unaudited)

	Notes	For the three months ended September 30,		For the nine months ended September 30,	
		2024	2023	2024	2023
<b>Expenses:</b>					
Consulting and management fees	13	\$ 251,199	\$ 475,051	\$ 1,090,135	\$ 1,443,849
Exploration and evaluation expenses	7	216,874	1,134,749	1,036,720	1,900,106
Professional fees		41,025	35,436	89,963	75,842
Shareholder communications and filing fees		15,773	23,469	69,920	114,502
General and administrative expenses		86,880	284,536	335,408	969,061
Amortization	6(b)	19,401	19,400	58,202	58,040
Interest and bank charges		2,950	4,484	9,001	13,897
Share-based compensation	11(b)	56,311	113,812	172,834	302,976
<b>Loss before other items</b>		<b>690,413</b>	<b>2,090,937</b>	<b>2,862,183</b>	<b>4,878,273</b>
<b>Other income/(loss):</b>					
Gain on debt settlement	8,13	-	306,906	-	306,906
Flow-through share premium recovery	9	-	96,141	4,848	96,503
Other income		4,561	16,650	27,420	29,038
<b>Net loss and comprehensive loss</b>		<b>685,852</b>	<b>1,671,240</b>	<b>\$ 2,829,915</b>	<b>\$ 4,445,826</b>
<b>Loss per share</b>					
Basic and diluted		\$ 0.002	\$ 0.005	\$ 0.008	\$ 0.015
<b>Weighted average number of common shares outstanding:</b>					
Basic and diluted		356,317,266	322,620,097	356,317,266	295,817,654

The accompanying notes are an integral part of these condensed interim financial statements.

**Consolidated Lithium Metals Inc.**  
**Condensed Interim Statements of Changes in Shareholders' Equity**  
(Expressed in Canadian dollars- unaudited)

	Share capital		Warrants	Contributed surplus	Deficit	Total equity
	No.	\$	\$	\$	\$	\$
Balance, December 31, 2022	270,363,723	25,823,480	1,130,166	1,429,391	(26,118,899)	2,264,138
Private placement (note 10(b))	30,286,210	2,120,035	-	-	-	2,120,035
Share issuance cost (note 10(b))	-	(49,622)	-	-	-	(49,622)
Flow-through share premium liability (note 9)	-	(118,750)	-	-	-	(118,750)
Shares issued for property acquisition (note 7,10(b))	2,040,816	150,000	-	-	-	150,000
Shares issued for flow-through private placement (note 7,10(b))	21,250,000	1,700,000	-	-	-	1,700,000
Share issuance cost (note 10(b))	-	(116,606)	-	-	-	(116,606)
Warrants issued (note 10(b))	-	(523,641)	523,641	-	-	-
Stock options granted (note 11(b))	-	-	-	302,976	-	302,976
Warrants exercised (note 10(a))	4,250,000	430,688	(133,214)	-	-	297,474
Warrants expired (note 10(a))	-	-	(110,215)	110,215	-	-
Net and comprehensive loss	-	-	-	-	(4,445,826)	(4,445,826)
<b>Balance, September 30, 2023</b>	<b>328,190,749</b>	<b>29,415,584</b>	<b>1,410,378</b>	<b>1,842,582</b>	<b>(30,564,725)</b>	<b>2,103,819</b>
Balance, December 31, 2023	356,317,266	30,522,521	1,326,303	1,573,492	(30,674,553)	2,747,763
Stock options granted (note 11(b))	-	-	-	172,834	-	172,834
Stock options expired (note 11(b))	-	-	-	(12,694)	12,694	-
Share issuance cost (note 10(b))	-	17,541	-	-	-	17,541
Warrants exercised (note 10(a))	-	-	-	-	-	-
Warrants expired (note 11(a))	-	-	(353,931)	-	353,931	-
Net and comprehensive loss	-	-	-	-	(2,829,915)	(2,829,915)
<b>Balance, September 30, 2024</b>	<b>356,317,266</b>	<b>30,540,062</b>	<b>972,372</b>	<b>1,733,632</b>	<b>(33,137,843)</b>	<b>108,223</b>

The accompanying notes are an integral part of these condensed interim financial statements.

**Consolidated Lithium Metals Inc.**  
**Condensed Interim Statements of Cash Flows**  
(Expressed in Canadian dollars- unaudited)

		For the nine months ended September 30,	
	Notes	2024	2023
<b>Cash provided by (used in):</b>			
<b>Operating activities:</b>			
Net loss		\$ (2,829,915)	\$ (4,445,826)
Items not involving cash:			
Gain on debt settlement	8,13	-	(306,906)
Share-based compensation	11(b)	172,834	302,976
Amortization	6(c)	58,202	58,040
Interest expense	6(a)	8,214	11,369
Shares issued for property acquisition	7,10(b)	-	150,000
Flow-through premium liability	9	(4,848)	(96,503)
Working capital adjustments:			
Changes in working capital items	12	417,751	(726,336)
<b>Net cash (used in) operating activities</b>		<b>(2,177,762)</b>	<b>(5,053,186)</b>
<b>Financing activities:</b>			
Proceeds from private placements	10(b)	-	3,820,035
Private placements- share issue costs	10(b)	-	(166,228)
Lease payments	6(a)	(45,000)	(45,000)
Proceeds from exercise of warrants	11(a)	-	297,474
<b>Net cash provided by financing activities</b>		<b>(45,000)</b>	<b>3,906,281</b>
Change in cash		(2,222,762)	(1,146,905)
Cash, beginning of the period		2,415,649	1,894,577
<b>Cash, end of the period</b>		<b>\$ 192,887</b>	<b>\$ 747,672</b>
<b>Supplemental Information:</b>			
Common shares issued for property acquisitions	7,10(b)	\$ -	\$ 150,000
Broker warrants issued	10(b)	\$ -	\$ 38,375

The accompanying notes are an integral part of these condensed interim financial statements.

# Consolidated Lithium Metals Inc.

## Notes to the Condensed Interim Financial Statements

For the three and nine months ended September 30, 2024 and 2023

(Expressed in Canadian dollars- unaudited)

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### 1. NATURE OF OPERATIONS AND GOING CONCERN

Consolidated Lithium Metals Inc. ("CLM", or the "Company") is incorporated under the *Canada Business Corporations Act*. The Company's registered office is located at 5 Hazelton Avenue, Suite 400, Toronto, Ontario, M5R 2E1.

CLM engages in the acquisition, exploration and development of mining properties in lithium and other minerals, primarily in Canada, and has not yet identified a commercial mineral resource. The business of mining and exploring for minerals involves a high degree of risk and there can be no assurance that current operations, including exploration and evaluation programs, will result in profitable mining operations. The recoverability of the carrying value of exploration and evaluation properties and the Company's continued existence are dependent upon the preservation of its interest in the underlying properties, the discovery of economically recoverable reserves, the achievement of profitable operations, or the ability of the Company to raise additional financing, if necessary, or alternatively upon the Company's ability to dispose of its interests on an advantageous basis. Changes in future conditions could require material write-downs of the carrying values.

Although the Company has taken steps to verify title to the properties on which it is conducting exploration and in which it has an interest, in accordance with industry standards for the current stage of operations of such properties, these procedures do not guarantee the Company's title. Property title may be subject to government licensing requirements or regulations, social licensing requirements, unregistered prior agreements, unregistered claims, aboriginal claims, and non-compliance with regulatory and environmental requirements. The Company's assets may also be subject to increases in taxes and royalties, renegotiation of contracts, political uncertainty and currency exchange fluctuations and restrictions.

#### Going concern

These condensed interim financial statements have been prepared on the assumption that the Company will continue as a going concern, meaning it will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the ordinary course of operations, and do not include any adjustments to the recoverability of assets and classification of liabilities that might be necessary should the Company be unable to continue as a going concern. Such adjustments could be material.

As at September 30, 2024, the Company continues to experience losses and has an accumulated deficit of \$33,137,843 (December 31, 2023 - \$30,674,553) and a working capital of \$34,480 (December 31, 2023 – working capital of \$2,656,055). These matters represent material uncertainties that cast significant doubt as to the Company's ability to continue as a going concern. The continuation of CLM as a going concern is dependent upon the ability of the Company to obtain the necessary equity financing to continue operations, the successful results of mineral property exploration activities and its ability to attain profitable operations and generate funds therefrom or realize proceeds from their sale. The Company may periodically have to raise additional capital to fund projects and continue operations and while it has been successful in doing so in the past, there can be no assurance the Company will be able to do so in the future. Management believes CLM will obtain the funding required to maintain current levels of operations and continue as a going concern for the following year.

# Consolidated Lithium Metals Inc.

## Notes to the Condensed Interim Financial Statements

For the three and nine months ended September 30, 2024 and 2023

(Expressed in Canadian dollars- unaudited)

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### 2. STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION

These condensed interim financial statements of the Company have been prepared in accordance with International Accounting Standards (“IAS”) 34, *Interim Financial Reporting*, as issued by the International Accounting Standards Board (“IASB”) and have been prepared in accordance with accounting policies based on International Financial Reporting Standards (“IFRS”) and International Financial Reporting Interpretation Committee (“IFRIC”) interpretations. The policies set out in Note 2 of the Company’s annual financial statements for the year ended December 31, 2023 were consistently applied to all the periods presented unless otherwise noted.

These condensed interim financial statements were approved and authorized for issuance by the Board of Directors on November 27, 2024.

The preparation of condensed interim financial statements in accordance with IAS 34 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company’s accounting policies. Certain disclosures included in annual financial statements have been condensed or omitted.

These condensed interim financial statements have been prepared on a historical cost basis except for certain financial instruments, which are stated at their fair values. In addition, these condensed interim financial statements have been prepared using the accrual basis of accounting, except for cash flow information.

### 3. CHANGES IN ACCOUNTING POLICIES

Certain new standards, interpretations, amendments and improvements to existing standards were issued by the IASB or IFRIC that are mandatory for annual accounting periods beginning on January 1, 2024 or later. Updates that are not applicable or are not consequential to the Company have been excluded.

IAS 1 – Presentation of Financial Statements (“IAS 1”) was revised in January 2020 and July 2020 to (i) clarify that the classification of liabilities as current or non-current should be based on rights that are in existence at the end of the reporting period and align the wording in all affected paragraphs to refer to the right to defer settlement by at least twelve months and make explicit that only rights in place “at the end of the reporting period” should affect the classification of a liability; (ii) clarify that classification is unaffected by expectations about whether an entity will exercise its right to defer settlement of a liability; and (iii) make clear that settlement refers to the transfer to the counterparty of cash, equity instruments, other assets or services. The amendments are effective for annual reporting periods beginning on or after January 1, 2024 and did not have a material impact on the Company’s financial statements.

IFRS 7 – Financial Instruments: Disclosures (“IFRS 7”) was amended in May 2023 to add disclosure requirements, and “signposts” within existing disclosure requirements, that would ask entities to provide qualitative and quantitative information about supplier finance arrangements. The amendments are effective for annual reporting periods beginning on or after January 1, 2024 and did not have a material impact on the Company’s financial statements.

### 4. CRITICAL ACCOUNTING ESTIMATES AND MANAGEMENT JUDGMENTS

The preparation of the financial statements in accordance with IFRS requires management to make judgments, estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reported period. Such estimates and assumptions affect the carrying value of assets and impact decisions as to when exploration and development costs should be capitalized or expensed. Actual results may differ from these estimates.

# Consolidated Lithium Metals Inc.

## Notes to the Condensed Interim Financial Statements

For the three and nine months ended September 30, 2024 and 2023

(Expressed in Canadian dollars- unaudited)

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### 4. CRITICAL ACCOUNTING ESTIMATES AND MANAGEMENT JUDGMENTS (continued)

Estimates and underlying assumptions are reviewed on an ongoing basis and revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

The significant areas of judgment and estimation uncertainty considered by management in preparing the financial statements include:

- *Assets' carrying values and impairment charges*  
Events or changes in circumstances can give rise to significant impairment charges or reversals of impairment in a particular year. Management exercises its judgment in determining when such events or changes in circumstances have arisen and where such circumstances evidence a significant or prolonged decline of fair value on assets indicating impairment.
- *Share-based payment transactions and warrant valuations*  
The Company records share-based payments at fair value over the vesting period. The fair value of the grant is determined using the Black-Scholes options pricing model and management assumptions including the expected dividend yield, expected volatility, forfeiture rate, risk free rate and expected life. Should the underlying assumptions change, it will impact the fair value of the share-based payment. Similar calculations are made in order to value warrants. Such judgments and assumptions are inherently uncertain. Changes in these assumptions affect the fair value estimates. The main factor affecting the estimates of the fair value of share-based payments and warrants is the stock price expected volatility used. The Company currently estimates the expected volatility of its common shares based on trading history taking into consideration the expected life of the options.
- *Mineral reserve estimates*  
The figures for mineral reserves and mineral resources are determined in accordance with National Instrument 43-101, "Standards of Disclosure for Mineral Projects", issued by the Canadian Securities Administrators. There are numerous uncertainties inherent in estimating mineral reserves and mineral resources, including many factors beyond the Company's control. Such estimation is a subjective process, and the accuracy of any mineral reserve or mineral resource estimate is a function of the quantity and quality of available data and of the assumptions made and judgments used in engineering and geological interpretation. Differences between management's assumptions, including economic assumptions such as metal prices and market conditions could have a material effect in the future on the Company's financial position and results of operation.
- *Estimation of decommissioning and restoration costs and the timing of expenditures*  
The cost estimates are updated annually during the life of a mine to reflect known developments (e.g. revisions to cost estimates and to the estimated lives of operations) and are subject to review at regular intervals. Decommissioning, restoration and similar liabilities are estimated based on the Company's interpretation of current regulatory requirements and constructive obligations and are measured at fair value. Fair value is determined based on the net present value of estimated future cash expenditures for the settlement of decommissioning, restoration or similar liabilities that may occur upon decommissioning of the mine. Such estimates are subject to change based on changes in laws and regulations and negotiations with regulatory authorities.

# Consolidated Lithium Metals Inc.

## Notes to the Condensed Interim Financial Statements

For the three and nine months ended September 30, 2024 and 2023

(Expressed in Canadian dollars- unaudited)

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### 4. CRITICAL ACCOUNTING ESTIMATES AND MANAGEMENT JUDGMENTS (continued)

- *Income taxes and recoverability of potential deferred tax assets*

In assessing the probability of realizing income tax assets recognized, management makes estimates related to expectations of future taxable income, applicable tax planning opportunities, expected timing of reversals of existing temporary differences and the likelihood that tax positions taken will be sustained upon examination by applicable tax authorities. In making its assessments, management gives additional weight to positive and negative evidence that can be objectively verified. Estimates of future taxable income are based on forecasted cash flows from operations and the application of existing tax laws in each jurisdiction. The Company considers whether relevant tax planning opportunities are within the Company's control, are feasible, and are within management's ability to implement. Examination by applicable tax authorities is supported based on individual facts and circumstances of the relevant tax position examined in light of all available evidence. Where applicable tax laws and regulations are either unclear or subject to ongoing varying interpretations, it is reasonably possible that changes in these estimates can occur that materially affect the amounts of income tax assets recognized. Also, future changes in tax laws could limit the Company from realizing the tax benefits from the deferred tax assets. The Company reassesses unrecognized income tax assets at each reporting period.
- *Valuation of the refundable mining duties credit and the refundable tax credit for resources*

The refundable mining duties credit and the refundable tax credit for resources for the current and prior periods are measured at the amount expected to be recovered from the taxation authorities using the tax rates and tax laws that have been enacted or substantively enacted at the statement of financial position date. Uncertainties exist with respect to the interpretation of tax regulations, including the mining duties credit and the tax credit for resources for which certain expenditures could be disallowed by the taxation authorities in the calculation of credits, and the amount and timing of their collection. The calculation of the Company's mining duties credit and tax credit for resources necessarily involves a degree of estimation and judgment in respect of certain items whose tax treatment cannot be finally determined until notices of assessment and payments have been received from the relevant taxation authority. Differences arising between the actual results following the final resolution of some of these items and the assumptions made, or future changes to such assumptions, could necessitate adjustments to the mining duties credit and tax credit for resources and the exploration and evaluation expenses in future periods.
- *Leases under IFRS 16*

Critical judgements are required in the application of IFRS 16, including identifying whether a contract (or part of a contract) includes a lease and determining whether it is reasonably certain that an extension or termination option will be exercised. Sources of estimation uncertainty include estimation of the lease term, determination of an appropriate discount rate and assessment of whether a right-of-use asset is impaired. Such judgements, estimates and assumptions are inherently uncertain, and changes in these assumptions affect the fair value estimates.
- *Income, value added, withholding and other taxes*

The Company is subject to income, value added, withholding and other taxes. Significant judgment is required in determining the Company's provisions for taxes. There are many transactions and calculations for which the ultimate tax determination is uncertain during the ordinary course of business. The Company recognizes liabilities for anticipated tax audit issues based on estimates of whether additional taxes will be due. The determination of the Company's income, value added, withholding and other tax liabilities require interpretation of complex laws and regulations. The Company's interpretation of taxation law as applied to transactions and activities may not coincide with the interpretation of the tax authorities. All tax related filings are subject to government audit and potential reassessment subsequent to the financial statement reporting period. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the tax related accruals and deferred income tax provisions in the period in which such determination is made.

# Consolidated Lithium Metals Inc.

## Notes to the Condensed Interim Financial Statements

For the three and nine months ended September 30, 2024 and 2023

(Expressed in Canadian dollars- unaudited)

### 4. CRITICAL ACCOUNTING ESTIMATES AND MANAGEMENT JUDGMENTS (continued)

- *Contingencies*  
Refer to Notes 1 and 16.

### 5. AMOUNTS RECEIVABLE

	September 30, 2024	December 31, 2023
	\$	\$
Sales taxes receivable	134,816	359,893
Mining tax credit receivable	-	137,000
	<b>134,816</b>	<b>496,893</b>

The Company's sales tax receivable balance as at September 30, 2024 and December 31, 2023 consists of input tax credits owed by federal and provincial government agencies. The Company's other receivables consist of a mining tax refund from the Quebec government, which was received by the Company in July 2024.

### 6. RIGHT-OF-USE ASSETS, LEASEHOLD IMPROVEMENTS AND LEASE LIABILITIES

#### (a) Lease liabilities

On July 27, 2022, the Company entered into a sublease agreement for a property located at 5 Hazelton Avenue, Toronto, Ontario, Canada. The agreement has a termination date of July 31, 2026 and monthly lease payments of \$5,000.

The following table reflects the lease activity for the nine months ended September 30, 2024 and the year ended December 31, 2023:

<b>Balance, December 31, 2022</b>	<b>\$</b>	<b>183,195</b>
Interest expense		14,647
Lease payments		(60,000)
<b>Balance, December 31, 2023</b>	<b>\$</b>	<b>137,842</b>
Interest expense		8,214
Lease payments		(45,000)
<b>Balance, September 30, 2024</b>	<b>\$</b>	<b>101,056</b>
Current portion:	\$	53,058
Long-term portion:	\$	47,998

The following is a reconciliation from the undiscounted lease payments to the lease liabilities:

2024	15,000
2025	60,000
2026	35,000
<b>Total contractual cash flows</b>	<b>\$ 110,000</b>
Less: interest	(8,944)
<b>Lease liabilities</b>	<b>\$ 101,056</b>

# Consolidated Lithium Metals Inc.

## Notes to the Condensed Interim Financial Statements

For the three and nine months ended September 30, 2024 and 2023

(Expressed in Canadian dollars- unaudited)

### 6. RIGHT-OF-USE ASSETS, LEASEHOLD IMPROVEMENTS AND LEASE LIABILITIES (continued)

(b) Leasehold improvements and right-of-use assets

	Leasehold Improvements	Right-of-use assets	Total
<b>Cost as at December 31, 2022</b>	<b>\$ 85,000</b>	<b>\$ 200,924</b>	<b>\$ 285,924</b>
Adjustments	(2,890)	-	(2,890)
<b>Cost as at December 31, 2023 and September 30, 2024</b>	<b>\$ 82,110</b>	<b>\$ 200,924</b>	<b>\$ 283,034</b>
<b>Accumulated Depreciation</b>			
<b>Balance at December 31, 2022</b>	<b>\$ 4,722</b>	<b>\$ 20,930</b>	<b>\$ 25,652</b>
Charge for the year	27,209	50,231	77,440
<b>Balance at December 31, 2023</b>	<b>\$ 31,931</b>	<b>\$ 71,161</b>	<b>\$ 103,092</b>
Charge for the period	20,528	37,673	58,201
<b>Balance at September 30, 2024</b>	<b>\$ 52,459</b>	<b>\$ 108,834</b>	<b>\$ 161,293</b>
<b>Net book value as at December 31, 2023</b>	<b>\$ 50,179</b>	<b>\$ 129,763</b>	<b>\$ 179,942</b>
<b>Net book value as at September 30, 2024</b>	<b>\$ 29,651</b>	<b>\$ 92,090</b>	<b>\$ 121,741</b>

### 7. EXPLORATION AND EVALUATION PROPERTIES

The following table provides a summary of exploration and evaluation expenditures incurred by the Company during the nine months ending September 30, 2024 and 2023:

	Vallee Project	Baillarge Project	Preissac Lacorne Project	East Vallee Project	Other	Total
Land management fees, taxes and permits	\$ 104	\$ 283	\$ -	\$ -	\$ -	387
Labour	132,706	71,175	145,388	73,956	-	423,225
Drilling and geophysics	(22,702)	6,536	4,154	514,246	-	502,234
Assaying	(609)	-	(5,917)	67,986	-	61,460
Field supplies	-	-	12,000	-	-	12,000
Travel and accommodations	-	-	3,369	-	-	3,369
Government tax payments	-	-	-	-	34,045	34,045
<b>Nine months ended September 30, 2024</b>	<b>\$ 109,499</b>	<b>\$ 77,994</b>	<b>\$ 158,994</b>	<b>\$ 656,188</b>	<b>\$ 34,045</b>	<b>\$ 1,036,720</b>

	Vallee Project	Baillarge Project	Preissac Lacorne Project	East Vallee Project	Other	Total
Land management fees, taxes and permits	\$ 23,181	\$ 2,783	\$ 750	\$ -	\$ -	\$ 26,714
Labour	172,910	122,564	96,375	32,710	-	424,559
Drilling and geophysics	39,961	793,251	5,000	73,524	-	911,736
Assaying	40,250	149,179	99,600	559,613	-	848,642
Field supplies	2,984	-	-	-	-	2,984
Travel and accommodations	4,990	4,910	4,910	807	-	15,617
Acquisitions	-	25,639	-	250,000	50,000	325,639
Government tax credits	-	-	-	-	(655,785)	(655,785)
<b>Nine months ended September 30, 2023</b>	<b>\$ 284,276</b>	<b>\$ 1,098,326</b>	<b>\$ 206,635</b>	<b>\$ 916,654</b>	<b>\$ (605,785)</b>	<b>\$ 1,900,106</b>

The Company has certain property interests located north of Val D'Or, Quebec, Canada. Certain claims are subject to net smelter returns ("NSR") royalties of up to 2%. The Company holds rights to repurchase certain portions of the NSR royalties under certain circumstances and at agreed upon prices.

# Consolidated Lithium Metals Inc.

## Notes to the Condensed Interim Financial Statements

For the three and nine months ended September 30, 2024 and 2023

(Expressed in Canadian dollars- unaudited)

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### 7. EXPLORATION AND EVALUATION PROPERTIES (continued)

On November 14, 2022, the Company entered into an earn-in agreement and joint venture agreement with Sayona Mining Limited's (ASX: SYA; OTCQB: SYAXF) ("Sayona") subsidiary, North American Lithium Inc. ("NAL"), in relation to the Company's Vallee lithium project. In addition, Sayona's subsidiary, Sayona Quebec Inc, acquired 27,000,000 common shares of the Company, representing approximately 9.99% of the issued and outstanding shares, at a price of \$0.0556 per share for gross proceeds of \$1,501,200.

Under the agreement, NAL has the right to earn up to a 51% stake in certain claims within the Vallee project, based on NAL spending \$4,000,000 within 12 months of the agreement to earn a 25% interest (the first option) and an additional \$6,000,000 within 24 months to earn a further 25% interest (the second option). NAL also has the right to increase its interest by an additional 1%, to an aggregate 51% interest, by completing a feasibility study and arranging funding for the construction of a mine at Vallee (the third option). In connection with the agreement, the Company has transferred certain of its Vallee claims outright to Sayona to provide for future infrastructure expansion at the NAL mine and its processing facility. The agreement is subject to certain dilution clauses effective at the earlier of the termination of the second option, exercise of the third option, or termination of the third option, when a party opts to not participate proportionately in ongoing expenditures. If the interest of a party is reduced to 10% or below, its interest will be deemed to be converted to a 2% royalty which may be purchased by the other party in certain circumstances at a price of \$2,000,000.

On May 25, 2023, the Company acquired an additional five mining claims that are located within or adjacent to the Preissac LaCorne and Vallée East property. The Company paid \$10,000 cash in exchange of 100% ownership of these claims.

On June 26, 2023, the Company purchased an additional six mining claims surrounded by the Company's Vallée lithium project from Globex Mining Enterprises Inc. ("Globex"). As consideration, the Company paid \$100,000 in cash and issued 2,040,816 of its common shares at an estimated fair value of \$150,000 based on the 10-day volume-weighted average price of the Company's common shares on the TSXV at the date of issuance. In addition, the Company agreed to grant Globex a 2% NSR royalty on the claims, half of which the Company is entitled to, prior to the commencement of commercial production, repurchase for \$1,000,000 (indexed to Canadian inflation as represented by the consumer price index).

On July 20, 2023, the Company acquired 24 mineral claims representing 1,283.08 hectares of concessions in the James Bay/Eeyou Istche region of Quebec from a wholly owned subsidiary ("Subco") of AmmPower Corp. ("AmmPower"), for aggregate consideration of \$60,000 in cash. AmmPower was granted a 1% NSR affecting the claims, which CLM has the option to repurchase at any time for \$250,000. CLM and AmmPower share common shareholders and officers. Rene Bharti, VP of Corporate Development of CLM and Ryan Ptolemy, Chief Financial Officer of CLM are also former President and former Chief Financial Officer of AmmPower.

During the year ended December 31, 2023, the Company received a mining tax refund of \$655,785 from the government of Quebec relating to exploration and evaluation expenses incurred in the year ended December 31, 2022.

# Consolidated Lithium Metals Inc.

## Notes to the Condensed Interim Financial Statements

For the three and nine months ended September 30, 2024 and 2023

(Expressed in Canadian dollars- unaudited)

### 8. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	September 30, 2024	December 31, 2023
	\$	\$
Trade payables	204,668	166,511
Accrued liabilities	58,750	60,638
	<b>263,418</b>	<b>227,149</b>

On September 5, 2023, the Company completed a settlement agreement with a former officer of the Company, and a gain of \$306,906 was recorded on the statement of loss and comprehensive loss.

### 9. FLOW-THROUGH SHARE PREMIUM LIABILITY

During the year ended December 31, 2023, the Company recorded a flow-through liability totaling \$118,750. As the Company incurred eligible expenditures against this liability, the Company reduced the liability at the same rate as expenditures were renounced and recorded this as a flow-through premium recovery on the statement of loss and comprehensive loss. As at December 31, 2023, the liability was reduced to \$4,848 and a flow-through share premium recovery of \$113,902 was recorded on the statements of loss and comprehensive loss for the year ended December 31, 2023.

During the nine months ended September 30, 2024, the liability was further reduced to \$nil and a flow-through share premium recovery of \$4,848 was recorded on the statements of loss and comprehensive loss for the nine months ended September 30, 2024.

### 10. SHARE CAPITAL

#### a) Authorized

Unlimited number of common shares.

#### b) Issued and outstanding common shares

Reconciliation of the number and value of common shares for the nine months ended September 30, 2024 and the year ended December 31, 2023 were as follows:

	Number of Shares	Amount
<b>Balance, December 31, 2022</b>	<b>270,363,723</b>	<b>25,823,480</b>
Shares issued for private placement- April 2023	30,286,210	2,120,035
Black-Scholes warrant valuation	-	(442,254)
Shares issued to acquire exploration property	2,040,816	150,000
Warrants exercised	4,250,000	297,500
Black-Scholes warrant valuation	-	133,188
Shares issued for flow-through private placement- June 2023	21,250,000	1,700,000
Black-Scholes warrant valuation	-	(81,387)
Flow-through premium liability	-	(118,750)
Shares issued for private placement- December 2023	28,126,517	1,687,591
Black-Scholes warrant valuation	-	(448,731)
Share issuance costs	-	(298,151)
<b>Balance, December 31, 2023</b>	<b>356,317,266</b>	<b>30,522,521</b>
Share issuance costs	-	17,541
<b>Balance, September 30, 2024</b>	<b>356,317,266</b>	<b>30,540,062</b>

# Consolidated Lithium Metals Inc.

## Notes to the Condensed Interim Financial Statements

For the three and nine months ended September 30, 2024 and 2023

(Expressed in Canadian dollars- unaudited)

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### 10. SHARE CAPITAL (continued)

#### b) Issued and outstanding common shares (continued)

On April 21, 2023, the Company closed the first tranche of its private placement financing by issuing 21,271,428 units at a price of \$0.07 per unit for gross proceeds of \$1,489,000. Each unit consists of one common share of the Company, and one half of one common share purchase warrant, each whole warrant entitling the holder to acquire one additional common share of the Company at an exercise price of \$0.10 until April 21, 2025.

The Company paid share issue costs of \$1,500 in cash. The fair value of the 10,635,714 warrants was estimated at \$308,133, using the Black-Scholes option pricing model with the following assumptions: stock price of \$0.046; expected dividend yield of 0%; expected volatility of 132% (based on the Company's historical share price); risk-free interest rate of 3.79% and an expected life of 2 years. A director and officer of the Company subscribed for a total of 10,000,000 units, generating gross proceeds of \$700,000.

On June 2, 2023, the Company closed the second and final tranche of its private placement financing by issuing 9,014,782 units at a price of \$0.07 per unit for gross proceeds of \$631,035. Each unit consists of one common share of the Company, and one half of one common share purchase warrant, each whole warrant entitling the holder to acquire one additional common share of the Company at an exercise price of \$0.10 until June 1, 2025.

The Company paid finders fees of \$8,623 and additional share issue costs of \$2,003 in cash and issued 123,180 finder warrants. Each finder warrant is exercisable into one common share of the Company at a price of \$0.10 per common share until June 1, 2025. The fair value of the 4,507,391 warrants was estimated at \$128,995, using the Black-Scholes option pricing model with the following assumptions: stock price of \$0.046; expected dividend yield of 0%; expected volatility of 131% (based on the Company's historical share price); risk-free interest rate of 4.20% and an expected life of 2 years. The fair value of the 123,180 finder warrants was estimated at \$5,126, using the Black-Scholes option pricing model with the following assumptions: stock price of \$0.07; expected dividend yield of 0%; expected volatility of 131% (based on the Company's historical share price); risk-free interest rate of 4.20% and an expected life of 2 years.

On June 12, 2023, the Company closed the first tranche of its flow-through private placement financing by issuing 6,250,000 flow-through shares at a price of \$0.08 per flow-through share for gross proceeds of \$500,000.

The Company paid finders fees of \$40,000 and additional share issue costs of \$11,936 in cash and issued 500,000 finder warrants. Each finder warrant is exercisable into one common share of the Company at a price of \$0.08 per common share until June 12, 2025. The fair value of the finder warrants was estimated at \$24,341, using the Black-Scholes option pricing model with the following assumptions: stock price of \$0.075; expected dividend yield of 0%; expected volatility of 131% (based on the Company's historical share price); risk-free interest rate of 4.45% and an expected life of 2 years. The flow-through share premium was estimated to be \$31,250 based on the residual approach.

On June 23, 2023, the Company issued 2,040,816 common shares at a price of \$0.0735 per share based on the 10-day volume weighted average price of the Company's common shares on May 23, 2023 to complete the acquisition of certain claims adjacent to the Company's Vallee lithium property. See Note 7.

On June 26, 2023, the Company closed the second tranche of its flow-through private placement financing by issuing 2,500,000 flow-through shares at a price of \$0.08 per flow-through share for gross proceeds of \$200,000.

# Consolidated Lithium Metals Inc.

## Notes to the Condensed Interim Financial Statements

For the three and nine months ended September 30, 2024 and 2023

(Expressed in Canadian dollars- unaudited)

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### 10. SHARE CAPITAL (continued)

#### b) Issued and outstanding common shares (continued)

The Company paid finders fees of \$16,000 and additional share issuance costs of \$8,670 in cash and issued 200,000 finder warrants. Each finder warrant is exercisable into one common share of the Company at a price of \$0.08 per common share until June 26, 2025. The fair value of the finder warrants was estimated at \$8,908, using the Black-Scholes option pricing model with the following assumptions: stock price of \$0.07; expected dividend yield of 0%; expected volatility of 130% (based on the Company's historical share price); risk-free interest rate of 4.61% and an expected life of 2 years. The flow-through share premium was estimated to be \$25,000 based on the residual approach.

On August 10, 2023, the Company closed the third and final tranche of its flow-through private placement financing by issuing 12,500,000 flow-through shares at a price of \$0.08 per flow-through share for gross proceeds of \$1,000,000.

The Company paid finders fees of \$80,000 and additional share issuance costs of \$3,240 in cash and issued 1,000,000 finder warrants. Each finder warrant is exercisable into one common share of the Company at a price of \$0.08 per common share until August 10, 2025. The fair value of the finder warrants was estimated at \$48,138, using the Black-Scholes option pricing model with the following assumptions: stock price of \$0.075; expected dividend yield of 0%; expected volatility of 128% (based on the Company's historical share price); risk-free interest rate of 4.74% and an expected life of 2 years. The flow-through share premium was estimated to be \$62,500 based on the residual approach.

On December 6, 2023, the Company closed a private placement financing by issuing 28,126,517 units at a price of \$0.06 per unit for gross proceeds of \$1,687,591. Each unit consists of one common share of the Company, and one half of one common share purchase warrant, each whole warrant entitling the holder to acquire one additional common share of the Company at an exercise price of \$0.08 until December 6, 2026.

The Company paid finders fees of \$106,915 and additional share issue costs of \$19,264 in cash and issued 1,472,891 finder warrants. Each finder warrant is exercisable into one common share of the Company at a price of \$0.08 per common share until December 6, 2025. The fair value of the 14,063,258 warrants was estimated at \$422,584, using the Black-Scholes option pricing model with the following assumptions: stock price of \$0.036; expected dividend yield of 0%; expected volatility of 135% (based on the Company's historical share price); risk-free interest rate of 3.89% and an expected life of 3 years. The fair value of the 1,472,891 finder warrants was estimated at \$26,147, using the Black-Scholes option pricing model with the following assumptions: stock price of \$0.035; expected dividend yield of 0%; expected volatility of 131% (based on the Company's historical share price); risk-free interest rate of 4.07% and an expected life of 2 years.

During the year ended December 31, 2023, 4,250,000 of the Company's warrants were exercised, generating proceeds of \$297,500.

# Consolidated Lithium Metals Inc.

## Notes to the Condensed Interim Financial Statements

For the three and nine months ended September 30, 2024 and 2023

(Expressed in Canadian dollars- unaudited)

### 11. RESERVES

#### a) Warrants

Details of share purchase warrant transactions for the nine months ended September 30, 2024 and year ended December 31, 2023 are as follows:

	No. of warrants #	Weighted Average Exercise Price \$	Grant Date Value of warrants \$
<b>December 31, 2022</b>	<b>36,324,500</b>	<b>0.08</b>	<b>1,130,166</b>
Exercised	(4,250,000)	0.07	(133,189)
Expired	(21,752,000)	0.07	(643,021)
Granted	32,502,434	0.09	972,347
<b>December 31, 2023</b>	<b>42,824,934</b>	<b>0.09</b>	<b>1,326,303</b>
Expired	(10,322,500)	0.10	(353,931)
<b>September 30, 2024</b>	<b>32,502,434</b>	<b>0.09</b>	<b>972,372</b>

During the year ended December 31, 2023, 21,752,000 of the Company's warrants expired and \$643,021 was transferred to deficit.

During the nine months ended September 30, 2024, 10,322,500 of the Company's warrants expired and \$353,931 was transferred to deficit.

As at September 30, 2024, the Company has share purchase warrants outstanding as follows:

No. outstanding	No. exercisable	Grant date	Expiry date	Exercise price	Share price	Fair value at grant date	Expected volatility	Expected life (yrs)	Expected dividend yield	Risk-free interest rate
10,635,714	10,635,714	21-Apr-23	21-Apr-25	\$ 0.10	\$ 0.046	\$ 308,133	132%	2.00	0%	3.79%
4,507,391	4,507,391	1-Jun-23	1-Jun-25	\$ 0.10	\$ 0.046	\$ 128,995	131%	2.00	0%	4.20%
123,180	123,180	1-Jun-23	1-Jun-25	\$ 0.10	\$ 0.070	\$ 5,126	131%	2.00	0%	4.20%
500,000	500,000	12-Jun-23	12-Jun-25	\$ 0.08	\$ 0.075	\$ 24,341	131%	2.00	0%	4.45%
200,000	200,000	26-Jun-23	26-Jun-25	\$ 0.08	\$ 0.070	\$ 8,908	130%	2.00	0%	4.61%
1,000,000	1,000,000	10-Aug-23	10-Aug-25	\$ 0.08	\$ 0.075	\$ 48,138	128%	2.00	0%	4.74%
14,063,258	14,063,258	6-Dec-23	6-Dec-26	\$ 0.08	\$ 0.036	\$ 422,584	135%	3.00	0%	3.89%
1,472,891	1,472,891	6-Dec-23	6-Dec-25	\$ 0.08	\$ 0.035	\$ 26,147	131%	2.00	0%	4.07%
<b>32,502,434</b>	<b>32,502,434</b>					<b>\$ 972,372</b>				

The weighted average contractual years remaining on the Company's outstanding warrants as of September 30, 2024 was 1.32 years (December 31, 2023: 1.71 years).

# Consolidated Lithium Metals Inc.

## Notes to the Condensed Interim Financial Statements

For the three and nine months ended September 30, 2024 and 2023

(Expressed in Canadian dollars- unaudited)

### 11. RESERVES (continued)

#### b) Stock options

The Company has adopted an omnibus share-based payment plan under which the board of directors may award options for common shares and restricted share units (each, an "RSU") to directors, officers, employees and consultants. The maximum number of shares issuable pursuant to the grant of options under the plan represents 10% of the issued and outstanding common shares of the Company at the time of the grant, and the maximum number of shares issuable pursuant to the grant of RSUs is 35,631,726. The maximum number of shares which may be reserved for issuance to any grantee within a 12-month period pursuant to share options or RSUs may not exceed 5% of the common shares outstanding at the time of grant and 2% for consultants. The omnibus plan replaces the Company's previous share-based payment plan and the RSU plan received shareholder approval on June 13, 2023.

The exercise price of each option is determined by the board of directors and cannot be less than the Discounted Market Price (as such term is defined in the policies of the TSX Venture Exchange ("TSXV")) of the common shares on the day prior to the grant, and the term of the options cannot exceed ten years. Certain options and RSUs vest over periods of time, determined by the board of directors.

The continuity of the contributed surplus activity for the nine months ended September 30, 2024 and year ended December 31, 2023 are as follows:

	No. of options #	Weighted Average Exercise Price \$	Grant Date Value of vested options \$
<b>December 31, 2022</b>	<b>22,374,811</b>	<b>0.07</b>	<b>1,429,391</b>
Granted, February 2023	800,000	0.065	33,220
Vested, March 2023	-	-	46,644
Granted, April 2023	3,600,000	0.065	160,319
Granted, May 2023	1,400,000	0.07	59,150
Expired, June 2023	(1,650,000)	0.08	(125,433)
Vested, June 2023	-	-	33,828
Expired, August 2023	(200,000)	0.065	(4,520)
Granted, August 2023	500,000	0.08	16,796
Vested, September 2023	-	-	21,579
Vested, December 2023	-	-	14,967
Expired, December 2023	(1,690,000)	0.06	(112,449)
<b>December 31, 2023</b>	<b>25,134,811</b>	<b>0.07</b>	<b>1,573,492</b>
Vested, March 2024	-	-	57,038
Expired, March 2024	(30,000)	0.50	(12,695)
Granted, May 2024	6,000,000	0.05	52,446
Vested, June 2024	-	-	38,914
Vested, September 2024	-	-	24,436
<b>September 30, 2024</b>	<b>31,104,811</b>	<b>0.07</b>	<b>1,733,632</b>

During the nine months ended September 30, 2024, 30,000 options expired in accordance with the Company's omnibus incentive plan and \$12,695 was transferred to deficit (nine months ended September 30, 2023: 1,850,000 options, \$129,953).

# Consolidated Lithium Metals Inc.

## Notes to the Condensed Interim Financial Statements

For the three and nine months ended September 30, 2024 and 2023

(Expressed in Canadian dollars- unaudited)

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### 11. RESERVES (continued)

#### b) Stock options (continued)

On May 13, 2024, the Company granted 6,000,000 stock options to a director and officer of the Company pursuant to the Company's omnibus incentive plan. The stock options vest in eight quarterly installments beginning three months from the date of grant. The options may be exercised at a price of \$0.05 per option for a period of five years from the date of grant. The grant date fair value of the options was estimated at \$115,800 using the Black-Scholes option pricing model with the following assumptions: stock price of \$0.02; expected dividend yield of 0%; expected volatility of 199% (based on the Company's historical share price); risk-free interest rate of 3.76% and an expected life of 5 years.

On February 21, 2023, the Company granted 200,000 stock options to a consultant of the Company pursuant to the Company's stock option plan. The stock options vest in six monthly tranches beginning one month from the date of grant. The options may be exercised at a price of \$0.065 per option for a period of six months from the date of grant. The grant date fair value of the options was estimated at \$4,520 using the Black-Scholes option pricing model with the following assumptions: stock price of \$0.065; expected dividend yield of 0%; expected volatility of 125% (based on the Company's historical share price); risk-free interest rate of 4.57% and an expected life of 0.5 years.

On the same date, the Company granted an additional 600,000 stock options to two consultants of the Company pursuant to the Company's stock option plan. The stock options vest in eight quarterly tranches beginning three months from the date of grant. The options may be exercised at a price of \$0.065 per option for a period of five years from the date of grant. The grant date fair value of the options was estimated at \$38,040 using the Black-Scholes option pricing model with the following assumptions: stock price of \$0.065; expected dividend yield of 0%; expected volatility of 199% (based on the Company's historical share price); risk-free interest rate of 3.58% and an expected life of 5 years.

On April 3, 2023, the Company granted 3,600,000 stock options to a director and officer of the Company pursuant to the Company's stock option plan. The stock options vest in eight quarterly installments beginning three months from the date of grant. The options may be exercised at a price of \$0.065 per option for a period of five years from the date of grant. The grant date fair value of the options was estimated at \$228,240 using the Black-Scholes option pricing model with the following assumptions: stock price of \$0.065; expected dividend yield of 0%; expected volatility of 198% (based on the Company's historical share price); risk-free interest rate of 2.94% and an expected life of 5 years.

On May 23, 2023, the Company granted 1,400,000 stock options to a director and officer of the Company pursuant to the Company's stock option plan. The stock options vest in eight quarterly installments beginning three months from the date of grant. The options may be exercised at a price of \$0.07 per option for a period of five years from the date of grant. The grant date fair value of the options was estimated at \$95,620 using the Black-Scholes option pricing model with the following assumptions: stock price of \$0.07; expected dividend yield of 0%; expected volatility of 198% (based on the Company's historical share price); risk-free interest rate of 3.41% and an expected life of 5 years.

On August 10, 2023, the Company granted 500,000 stock options to a director of the Company pursuant to the Company's omnibus incentive plan. The stock options vest in eight quarterly installments beginning three months from the date of grant. The options may be exercised at a price of \$0.08 per option for a period of five years from the date of grant. The grant date fair value of the options was estimated at \$36,500 using the Black-Scholes option pricing model with the following assumptions: stock price of \$0.08; expected dividend yield of 0%; expected volatility of 196% (based on the Company's historical share price); risk-free interest rate of 3.93% and an expected life of 5 years.

During the year ended December 31, 2023, 3,540,000 options expired in accordance with the Company's omnibus incentive plan and the grant date fair value of \$242,402 was transferred to deficit.

# Consolidated Lithium Metals Inc.

## Notes to the Condensed Interim Financial Statements

For the three and nine months ended September 30, 2024 and 2023

(Expressed in Canadian dollars- unaudited)

### 11. RESERVES (continued)

#### b) Stock options (continued)

As at September 30, 2024, the Company had stock options outstanding and exercisable as follows:

No. outstanding	No. exercisable	Grant date	Expiry date	Exercise price	Share price	Vested fair value at grant date	Expected volatility	Expected life (yrs)	Expected dividend yield	Risk-free interest rate
6,894,811	6,894,811	20-Jan-21	20-Jan-26	\$ 0.075	\$ 0.105	\$ 500,563	192%	5.00	0%	0.43%
2,480,000	2,480,000	25-Nov-21	25-Nov-26	\$ 0.05	\$ 0.05	\$ 121,024	201%	5.00	0%	1.56%
3,930,000	3,930,000	18-Apr-22	18-Apr-27	\$ 0.05	\$ 0.05	\$ 192,177	202%	5.00	0%	2.63%
3,700,000	3,700,000	10-Aug-22	10-Aug-27	\$ 0.08	\$ 0.08	\$ 289,340	201%	5.00	0%	2.85%
2,000,000	2,000,000	14-Nov-22	14-Nov-27	\$ 0.105	\$ 0.075	\$ 205,400	202%	5.00	0%	3.33%
600,000	450,000	21-Feb-23	21-Feb-28	\$ 0.065	\$ 0.065	\$ 36,716	199%	5.00	0%	3.58%
3,600,000	2,250,000	3-Apr-23	3-Apr-28	\$ 0.065	\$ 0.065	\$ 216,635	198%	5.00	0%	2.94%
1,400,000	875,000	23-May-23	23-May-28	\$ 0.070	\$ 0.070	\$ 87,886	198%	5.00	0%	3.41%
500,000	250,000	10-Aug-23	10-Aug-28	\$ 0.080	\$ 0.075	\$ 31,444	196%	5.00	0%	3.93%
6,000,000	750,000	13-May-24	13-May-29	\$ 0.050	\$ 0.020	\$ 52,446	199%	5.00	0%	3.76%
<b>31,104,811</b>	<b>23,579,811</b>					<b>\$ 1,733,631</b>				

The weighted-average contractual years remaining on the Company's outstanding options as of September 30, 2024 was 2.91 years (December 31, 2023: 3.25 years).

### 12. ADDITIONAL INFORMATION – CASH FLOWS

The changes in working capital items are detailed as follows:

	For the nine months ended September 30,	
	2024	2023
	\$	\$
Amounts receivable	362,077	(600,595)
Prepaid expenses	1,864	38,992
Trade and other payables	53,810	(164,733)
	<b>417,751</b>	<b>(726,336)</b>

### 13. RELATED PARTY TRANSACTIONS

#### Compensation of key management

In accordance with IAS 24, key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly, including directors (executive and non-executive) of the Company. Compensation awarded to key management included:

	Three months ended September 30,		Nine months ended September 30,	
	2024	2023	2024	2023
	\$	\$	\$	\$
Consulting fees	210,000	404,500	941,074	1,120,207
Share-based compensation	56,022	99,388	171,499	268,013
	<b>266,022</b>	<b>503,888</b>	<b>1,112,573</b>	<b>1,388,220</b>

# Consolidated Lithium Metals Inc.

## Notes to the Condensed Interim Financial Statements

For the three and nine months ended September 30, 2024 and 2023

(Expressed in Canadian dollars- unaudited)

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### 13. RELATED PARTY TRANSACTIONS (continued)

Included in accounts payable and accrued liabilities as at September 30, 2024 is \$nil (December 31, 2023 – \$26,686) due to directors and officers of the Company. The amounts are unsecured, non-interest bearing and due on demand.

During the nine months ended September 30, 2024, key management received bonuses totaling \$200,000 (nine months ended September 30, 2023 - \$552,000). For the nine months ended September 30, 2023, key management reinvested bonuses totaling \$350,000 into the Company's private placement financing that was completed on April 21, 2023 (Note 10).

Mr. Stan Bharti is the Executive Chairman of Forbes and Manhattan Inc. ("Forbes"). The Company is part of the Forbes Group of Companies and continues to receive the benefits of such membership, including access to various professionals, and strategic advice from the Forbes Board of Advisors. An administration fee of \$10,000 per month from December 2022 was charged by Forbes pursuant to a consulting agreement. During the nine months ended September 30, 2024, total amounts charged by Forbes was \$90,000 (nine months ended September 30, 2023: \$90,000).

Related party participation in the Company's private placements is disclosed in note 10.

See Note 11.

### 14. FINANCIAL INSTRUMENTS

All financial instruments are recognized when the Company becomes a party to the contractual provisions of the financial instrument and are initially measured at fair value plus transaction costs, except for financial assets and financial liabilities carried at fair value through profit or loss, which are measured initially at fair value. Financial assets are derecognized when the contractual right to the cash flows from the financial assets expire, or when the financial asset and all substantial risks and rewards are transferred.

The Company's financial instruments are comprised of cash, amounts receivable, and accounts payable and accrued liabilities. The carrying value of these financial instruments approximates their fair value due to the short-term nature of these instruments.

Financial instruments to be measured at fair value on the statements of financial position are classified into one of three levels in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are:

- Level 1 Unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2 Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and
- Level 3 Inputs that are not based on observable market data.

The Company does not measure any financial instruments at fair value that require classification within the fair value hierarchy.

Financial assets and financial liabilities as at September 30, 2024 and December 31, 2023 were as follows:

# Consolidated Lithium Metals Inc.

## Notes to the Condensed Interim Financial Statements

For the three and nine months ended September 30, 2024 and 2023

(Expressed in Canadian dollars- unaudited)

### 14. FINANCIAL INSTRUMENTS (continued)

September 30, 2024	Fair value through profit and loss \$	Amortized cost \$	TOTAL \$
<b>Financial assets:</b>			
Cash	-	192,887	192,887
<b>Financial liabilities:</b>			
Accounts payable and accrued liabilities	-	263,418	263,418
<hr/>			
December 31, 2023	Fair value through profit and loss \$	Amortized cost \$	TOTAL \$
<b>Financial assets:</b>			
Cash	-	2,415,649	2,415,649
<b>Financial liabilities:</b>			
Accounts payable and accrued liabilities	-	227,149	227,149

### 15. CAPITAL AND FINANCIAL RISK MANAGEMENT

The Company's capital structure consists of shareholders' equity and current liabilities. The primary capital management objectives are to maintain a flexible capital structure, which optimizes the cost of capital at acceptable risk to facilitate ongoing exploration and to maintain a strong capital base so as to maintain investor confidence and provide an appropriate return to its shareholders. The Company has the ability to adjust its capital structure by issuing new equity and adjusting its mineral exploration program to the extent the mineral exploration expenditures are not committed to.

As at September 30, 2024, the Company had working capital of \$34,480 (December 31, 2023 – working capital of \$2,656,055) and no long-term debt.

The Company's capital management objectives are:

- to ensure the Company's ability to continue as a going concern;
- to maximize the funds invested into exploration and development activities;
- to increase the value of the assets of the business; and
- to provide an adequate return to shareholders.

These objectives will be achieved by identifying the right exploration projects, adding value to these projects and ultimately taking them through to production or sale and cash flow, either with partners or by the Company's own means. The Company is not currently basing any production or mining decisions on a technical report or a feasibility study of mineral reserves demonstrating economic and technical viability at any of its properties, and as a result there is increased uncertainty and there are multiple technical and economic risks of failure which are associated with any such production or mining decision.

These risks, among others, include areas that are analyzed in more detail in a feasibility study, such as applying economic analysis to resources and reserves and a number of specialized studies in areas such as mining and recovery methods, market analysis, and environmental and community impacts.

# Consolidated Lithium Metals Inc.

## Notes to the Condensed Interim Financial Statements

For the three and nine months ended September 30, 2024 and 2023

(Expressed in Canadian dollars- unaudited)

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### 15. CAPITAL AND FINANCIAL RISK MANAGEMENT (continued)

The Company's capital structure reflects a company focused on mineral exploration and financing both internal and external growth opportunities. The Company manages capital in proportion to risk and manages the exploration and evaluation assets and capital structure based on economic conditions and prevailing commodity pricing and trends. The Company relies on equity financing to maintain adequate liquidity to support its ongoing exploration and development activities and ongoing working capital commitments.

The Company is not exposed to any externally imposed capital requirements, except when the Company issues flow-through shares for which an amount should be used for exploration work. No other capital requirements are imposed by a lending institution or regulatory body, other than of the TSXV which requires adequate working capital or financial resources of the greater of (i) \$50,000 and (ii) an amount required in order to maintain operations and cover general and administrative expenses for a period of 6 months.

No significant changes were made in the objectives, policies and processes for managing capital during the reporting periods. In the normal course of operations, the Company is exposed to various financial risks. The Company does not enter into financial instrument agreements, including derivative financial instruments, for speculative purposes.

The main risks that could adversely affect the Company's financial assets, liabilities or future cash flows are liquidity risk, credit risk and market risk. The Company has minimal interest rate risk as there are no outstanding variable-rate borrowings, and the Company finances its operations primarily through share offerings. Management mandates and agrees on policies for managing each of these risks.

#### ***Liquidity risk***

Liquidity risk is the risk that the Company will encounter difficulty in meeting its financial commitments and working capital obligations as they come due. The Company's ability to continue as a going concern is dependent on the board of directors' and management's ability to raise the required capital through future equity or debt issuances. As the Company is in the exploration stage, it has no production upon which it could rely to fund its operations or the exploration of its properties. Financial liabilities consist of accounts payable, which are current and will be settled within one year.

As at September 30, 2024, the Company had a cash balance of \$192,887 (December 31, 2023: \$2,415,649) available to fund financial liabilities that consisted of accounts payable and accrued liabilities and lease liabilities of \$316,476 (December 31, 2023: \$281,604).

#### ***Credit risk***

Credit risk is risk of financial loss to the Company if a counterparty to a financial instrument fails to pay amounts owing or perform its contractual obligations causing a financial loss. Not having a producing asset generating sales and accounts receivable, the Company's credit risk is considered limited as there is no exposure to a single customer or counterparty. With respect to credit risk arising from financial assets of the Company, which comprise cash and minimal receivables, the Company's exposure to credit risk arises from default of counterparties with a maximum exposure equal to the carrying amount of these instruments.

Cash balances are held with high credit quality financial institutions and may be redeemed on demand. The Company has no trade accounts and as such has limited exposure to credit risk. Amounts receivable primarily represent input tax credit refunds from government bodies. Management believes that the credit risk concentration with respect to these financial instruments is remote. No impairment loss has been recognized in the periods presented.

# **Consolidated Lithium Metals Inc.**

## **Notes to the Condensed Interim Financial Statements**

For the three and nine months ended September 30, 2024 and 2023

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### **15. CAPITAL AND FINANCIAL RISK MANAGEMENT (continued)**

#### ***Market risk***

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices, such as commodity prices, foreign currency exchange rates, interest rates and liquidity. The objective of market risk management is to manage and control market risk exposures within acceptable limits while maximizing returns. The Company recognizes that external factors, which it cannot control such as financial market instability and commodity prices, can adversely affect its ability to raise the necessary capital to maintain ongoing operations. A discussion of the Company's primary market risk exposures, and how those exposures are currently managed, follows:

#### ***Commodity price risk***

The ability of the Company to explore, evaluate and develop its exploration properties and the future profitability of the Company are directly related to the price of lithium and other commodities. Commodity prices fluctuate and are affected by factors outside of the Company's control. Current and expected future prices have a significant impact on the market sentiment for investment in mineral exploration companies and may impact the Company's ability to raise equity financing for its ongoing working capital requirements. The Company monitors commodity prices to determine the appropriate course of action to be taken.

#### ***Currency risk***

Foreign currency risk is created by fluctuations in the fair value or cash flows of financial instruments due to changes in foreign exchange rates. The Company's financial assets and liabilities and operating costs are principally denominated in Canadian dollars. The Company has historically had insignificant operations in United States dollars. The Company has no hedging program due to its minimal exposure to financial gain or loss as a result of foreign exchange movements against the Canadian dollar.

#### ***Interest rate risk***

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The risk that the Company will realize a loss as a result of a decline in the fair value of cash is limited because of their short-term investment nature. A variable rate of interest is earned on cash; changes in market interest rates at the year-end would not have a material impact on the Company's financial statements. The Company's interest rate risk is minimal as there are no outstanding loans or interest-bearing debts. The Company has not entered into any interest rate swaps or other active interest rate management programs at this time.

# **Consolidated Lithium Metals Inc.**

## **Notes to the Condensed Interim Financial Statements**

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### **16. COMMITMENTS AND CONTINGENCIES**

#### **Flow-Through Financing**

The Company has been partially financed through the issuance of flow-through shares and, according to tax rules regarding this type of financing, the Company is engaged in realizing mining exploration work. These tax rules also set deadlines for carrying out the exploration work, which must be performed no later than the earlier of the following dates:

- end of the calendar year following the flow-through placements; and
- one year after the Company has renounced the tax deductions relating to the exploration work.

There is no guarantee that the Company's exploration expenses will qualify as Canadian Exploration Expenditures, even if the Company is committed to taking all the necessary measures in this regard. Refusal of certain expenses by the tax authorities would have a negative tax impact for investors and for the Company.

Pursuant to the terms of the flow-through agreements entered into on June 12, June 26, and August 10 2023, the Company is committed to incur Canadian Exploration Expenditures of \$1,700,000 by December 31, 2024. As at September 30, 2024, the Company believes it has satisfied this commitment. The Company has indemnified the subscribers of the current flow-through share offerings against any tax-related amounts that become payable by the shareholder as a result of the Company not meeting its expenditure commitments.

See Note 17.

#### **Management Contracts**

The Company is party to certain management contracts and severance obligations. These contracts contain clauses requiring additional payments of up to \$4,637,000 (December 31, 2023: \$4,507,000) to be made to the officers of the Company upon the occurrence of certain events such as a change of control. As the triggering event has not taken place, the contingent payments have not been reflected in these financial statements. Additional minimum management contractual commitments remaining under the agreements are approximately \$1,271,700 (December 31, 2023: \$1,308,000), all due within one year.

#### **Environmental**

The Company's mining and exploration activities are subject to various laws and regulations governing the protection of the environment. These laws and regulations are continually changing and generally becoming more restrictive. The Company believes its operations are materially in compliance with all applicable laws and regulations. The Company has made, and expects to make in the future, expenditures to comply with such laws and regulations.

#### **Going Concern**

See Note 1.

# **Consolidated Lithium Metals Inc.**

## **Notes to the Condensed Interim Financial Statements**

For the three and nine months ended September 30, 2024 and 2023

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### **16. COMMITMENTS AND CONTINGENCIES (continued)**

#### **Legal Matters**

From time to time, the Company may be named as a party to claims or involved in proceedings, including legal, regulatory and tax related, in the ordinary course of its business. While the outcome of these matters may not be estimable at period end, the Company makes provisions, where possible, for the estimated outcome of such claims or proceedings. Should a loss result from the resolution of any claims or proceedings that differ from these estimates, the difference will be accounted for as a charge to net income (loss) in that period.

### **17. SUBSEQUENT EVENTS**

On October 30, 2024, the Company completed a flow-through private placement financing by issuing 12,000,000 flow-through units at a price of \$0.025 per unit for gross proceeds of \$300,000. A director and officer of the Company subscribed for 4,000,000 units, generating gross proceeds of \$100,000.

Each unit consists of one flow-through common share of the Company and one common share purchase warrant, entitling the holder to acquire one additional common share at an exercise price of \$0.05 until October 30, 2026. The Company paid finder fees of \$20,000 in cash and issued 640,000 non-transferable finders warrants, entitling the holder to acquire one common share of the Company at an exercise price of \$0.05 until October 30, 2026.

Pursuant to the terms of the flow-through agreement, the Company is committed to incur Canadian Exploration Expenditures of \$300,000 by December 31, 2025.