Grounded Lithium Corp

Management's Discussion and Analysis

For the quarter ended September 30, 2023

November 21, 2023 – Grounded Lithium Corp. ("Grounded" or the "Company") is pleased to present its financial and operating results for the three and nine months ended September 30, 2023.

Highlights

	Three months ended September 30,			Nine months ended September 30,		
($, except where noted)	**2023**	2022	% change	**2023**	2022	% change
FINANCIAL						
Funds flow used in operations	**542,677**	704,651	(23)	**2,700,693**	1,765,219	53
Per share - *basic* [1]	**0.01**	0.02	(50)	**0.04**	0.06	(33)
Per share - *diluted* [1]	**0.01**	0.02	(50)	**0.04**	0.06	(33)
Net cash used in operating	**549,952**	833,496	(34)	**2,688,376**	1,869,033	44
Net loss	**783,927**	3,539,319	(78)	**3,410,678**	4,732,315	(28)
Per share – *basic*	**0.01**	0.09	(89)	**0.05**	0.15	(67)
Per share - *diluted*	**0.01**	0.09	(89)	**0.05**	0.15	(67)
Working capital surplus	**385,560**	2,394,958	(84)	**385,560**	2,394,958	(84)
Total assets	**3,943,452**	4,662,537	(15)	**3,943,452**	4,662,537	(15)
Shareholders' equity	**3,385,349**	4,298,330	(21)	**3,385,349**	4,298,330	(21)
Net capital expenditures (excluding decommissioning)	**999**	1,062,102	(99)	**451,846**	1,740,318	(74)
Weighted average shares outstanding	**70,034,545**	40,308,155	74	**69,436,671**	31,728,257	119

(1) *Funds flow used in operations is calculated as cash flow from operations before changes in non-cash working capital. Funds flow used in operations, and funds flow used in operations per share represent net earnings measures adjusted for non-cash items. The Company evaluates its performance based on these measures. The Company considers funds flow a key measure as it demonstrates the Company's ability to generate funds flow necessary to fund future growth through capital investment, repay debt and measures profitability relative to current commodity prices. Funds flow used in operations, and funds flow used in operations per share are non-IFRS measures, and as a result, these measures may not be comparable to other issuers.*

President’s Message to Shareholders – Q3 2023

The third quarter of 2023 marked one of Grounded Lithium Corp’s (“GLC” or the “Company”) most operationally noteworthy quarters. On July 26, 2023, we announced the summary results of our maiden preliminary economic assessment (“PEA”) on just Phase 1 on our Kindersley Lithium Project (“KLP”). The overall economic conclusions of this independent report place our KLP at or near the top of similar lithium from brine operations. We achieved this not by accident or good fortune, but by deliberate intentional analysis to identify quality resource in the least expensive area for development undertaken prior to launching our company.

Resource plays require the underlying high-quality rock to produce leading economics. We find this personally rewarding to see our hard work and geologic principles corroborated by world-class independent experts who were the authors of the PEA, led by Sproule Associates Limited. Equally rewarding is the knowledge that this represents only the first phase of our potential numerous phases for development of the KLP. Our experience informs us of the strategic advantages afforded to the lowest cost operator.

Globally, energy transition continues to evolve, and we believe that GLC can play a significant part in the North American battery supply chain industry supporting that energy transition evolution. As the globe ebbs and flows between international free trade and de-globalization, opportunities for development of world-class resources will emerge either way. GLC’s resource base has the potential to be a meaningful source of supply for those parties downstream of the ‘mine’. Given the superior ESG benefits associated with a sedimentary lithium from brine operation, operations such as the KLP become relevant to not only parties requiring the underlying product but also by discerning capital markets which increasingly require that certain social license mandates be met. The nature and lower energy requirements of our project demonstrate our relevancy.

We also closed a non-brokered private placement during the quarter on an oversubscribed basis with strong participation by insiders signifying our personal commitment to our enterprise. The size of the prize and underlying economics demonstrates that our project is worthy of capital investment given the wider long-term macro environment for critical minerals.

Looking forward, our clear objective is to commission and publish a pre-feasibility report on Phase 1 of the KLP. To do so, two major requirements are needed: (1) Move sufficient inferred resource to the higher confidence categories to Measured mineral resource and Indicated mineral resources categories (“M&I”) pursuant to National Instrument 43-101 – Standards of Disclosure for Mineral Projects, and (2) have the results of a field pilot to direct our engineering design. Subsequent to the quarter-end, we announced on October 24th the reclassification of 1.0 million tonnes of lithium carbonate equivalent (“LCE”) inferred resources to the M&I category. At 1.0 million tonnes, this more than addresses the production target of Phase 1 of the KLP for many years beyond the current project’s economic life of 20 years. As far as the field pilot is concerned, we continue to work with several industry partners to perfect the design and commercial arrangement for such, together with its associated funding.

We look forward to future communications.

Best regards,

Gregg Smith
President and Chief Executive Officer

Calgary, Alberta (November 21, 2023).

Management's Discussion and Analysis

The following management's discussion and analysis ("MD&A") was prepared as of November 21, 2023 and is management's assessment of the historical financial and operating results of Grounded Lithium Corp. ("Grounded" or the "Company") and should be read in conjunction with the unaudited condensed interim financial statements of the Company for the period ended September 30, 2023 together with the notes related thereto, as well as the audited financial statements of the Company for the year ended December 31, 2022, together with the notes related thereto along with the management's discussion and analysis thereon.

These financial statements have been prepared on a going concern basis in accordance with International Financial Reporting Standards ("IFRS"). Grounded's management is responsible for the integrity of the information contained in this report and for the consistency between the MD&A and financial statements. In the preparation of these statements, estimates are necessary to make a determination of future values of certain assets and liabilities. Management believes these estimates have been based on careful judgements and have been properly presented. The financial statements have been prepared using policies and procedures established by management and fairly reflect Grounded's financial position, results of operations and funds flow from operations.

Grounded's Board of Directors and Audit Committee reviewed and approved the financial statements and MD&A for distribution on November 21, 2023.

All dollar amounts referred to in this discussion and analysis are expressed in Canadian dollars except where indicated otherwise.

Nature of Business: Grounded is a company that is engaged in the business of acquiring, exploring and developing mineral properties in Canada with a specific focus on lithium. The development of these assets includes processes to purify and recover lithium metal directly from brine liquids. The Company owns and controls over 86,000 hectares of land with plans to review opportunities to add to the portfolio. Grounded intends to develop these assets through the use of independently developed direct lithium extraction methodologies. Grounded's development plan calls for a modular design of plants ranging from 10,000 to 20,000 tonnes per year of capacity which would produce battery grade lithium feedstock. A modular design avoids several risks associated with large projects, namely design and construction, permitting and financing. It is envisioned that the initial project and its associated cash flows can be repeated and largely fund subsequent modules thereby mitigating a number of risks, including but not limited to engineering, construction and financing risk.

Forward-Looking Statements and Information: *Certain statements included or incorporated by reference in this MD&A constitute forward-looking statements or forward-looking information. Forward-looking statements or information typically contain statements with words such as "anticipate", "believe", "expect", "plan", "intend", "estimate", "propose", or similar words suggesting future outcomes or statements. Forward-looking statements or information in this MD&A include, but are not limited to, capital expenditures, business strategy and objectives, net revenue, future production levels, exploration plans, development plans, acquisition plans and the timing thereof, operating and other costs, royalty rates, timing of tax payment obligations, sources of funding to meet future obligations, future dividend payments and capital structure, including the balance of debt and equity in Grounded's capital structure.*

Such forward-looking statements or information are based on a number of assumptions which may prove to be incorrect. In addition to other assumptions identified in this MD&A, assumptions have been made regarding, among other things:

- *the ability of Grounded to fund, advance and develop its lithium resources;*
- *Grounded's ability to operate in a safe and efficient manner;*
- *the ability to obtain mining, exploration, environmental and other permits, authorizations and approvals;*
- *results from the pilot plant and laboratory;*
- *demand for lithium, including that such demand is supported largely by growth in the electric vehicle market;*
- *the impact of increasing competition in the lithium business, and Grounded's competitive position in the industry;*
- *market position and future financial operating performance of Grounded;*
- *general economic conditions;*

- *estimates of, and changes to, the market prices for lithium;*
- *exploration, development and construction costs to develop lithium resources;*
- *estimates of mineral resources and mineral reserves, including whether mineral resources will ever be developed into mineral reserves;*
- *reliability of technical data;*
- *anticipated timing and results of exploration, development and construction activities;*
- *Grounded's ability to obtain additional financing on satisfactory terms;*
- *the ability to develop and achieve production at the project;*
- *successful negotiation of definitive commercial agreements;*
- *accuracy of current budget and construction estimates; and*
- *the timing and possible outcome of regulatory and permitting matters.*

Although Grounded believes that the expectations reflected in such forward-looking statements or information are reasonable, undue reliance should not be placed on forward-looking statements and information because Grounded can give no assurance that such expectations will prove to be correct. Forward-looking statements and information are based on current expectations, estimates and projections that involve a number of risks and uncertainties which could cause actual results to differ materially from those anticipated by Grounded and described in the forward-looking statements or information. These risks and uncertainties include but are not limited to:

- *the ability of management to execute its business plan;*
- *the occurrence of unexpected events involved in the industry in which Grounded operates;*
- *risks and uncertainties involving the geology of lithium deposits;*
- *the uncertainty of resource estimates;*
- *the uncertainty of estimates and projections relating to production, costs and expenses;*
- *potential delays or changes in plans with respect to exploration or development projects or capital expenditures;*
- *Grounded's ability to enter into or renew leases;*
- *fluctuations in lithium prices, foreign currency exchange rates and interest rates;*
- *health, safety and environmental risks;*
- *uncertainties as to the availability and cost of financing;*
- *the ability of Grounded to add production and reserves through development and exploration activities;*
- *general economic and business conditions;*
- *the possibility that government policies or laws may change or governmental approvals may be delayed or withheld;*
- *uncertainty in amounts and timing of royalty payments;*
- *risks associated with potential future lawsuits and regulatory actions against Grounded; and*
- *other risks and uncertainties described elsewhere in this MD&A or in any of Grounded's other filings and documents that have been distributed to its shareholders.*

The forward-looking statements and information contained in this MD&A are made as of the date hereof and except where required by law, Grounded undertakes no obligation to update or revise any forward-looking statements or information, whether as a result of new information, future events or otherwise. The forward-looking statements and information contained in this MD&A are expressly qualified by this cautionary statement.

Non-GAAP Terms: *This document contains the term "funds flow from operations" which is a non-GAAP term. The Company uses this measure to help evaluate its performance. The Company considers funds flow from operations a key measure as it demonstrates Grounded's ability to generate funds necessary to fund future growth through capital investment. Grounded's determination of funds flow from operations may not be comparable to that reported by other companies.*

nmf – not a meaningful number

Grounded determines funds flow used in operations as cash flow from operating activities before changes in non-cash working capital as follows:

	Three months ended September 30,			Nine months ended September 30,		
($)	***2023***	*2022*	*% change*	***2023***	*2022*	*% change*
Cash flow used in operating activities	**$ 549,952**	$ 833,496	(34)	**$ 2,688,376**	1,869,093	44
Change in non-cash working capital	**(7,275)**	(128,845)	(94)	**12,317**	(103,874)	112
Funds flow used in operations	**$ 542,677**	$ 704,651	(23)	**$ 2,700,693**	1,765,219	53

BASIS OF OPERATIONS

Grounded is a resource-based company engaged in the acquisition of, exploration for, and the development of mineral properties in Western Canada, with a specific focus on lithium from brine reservoirs. The Company was incorporated on October 26, 2020 and exists under the laws of the Province of Alberta, with its principal place of business located at 500, 400 – 5th Street S.W., in Calgary, Alberta.

THIRD QUARTER FINANCIAL HIGHLIGHTS

On August 10, 2023 the Company filed its preliminary economic assessment ("PEA") titled "NI 43-101 Technical Report: Preliminary Economic Assessment Kindersley Lithium Project – Phase 1". The PEA addresses only the first phase of 11,000 tonnes per year of battery-grade lithium hydroxide monohydrate ("LHM") production from the Kindersley Lithium Project ("KLP").

The PEA independently assessed the economics of the KLP-Phase 1 based on a US$25,000 realized sales price per tonne of LHM, the results of which include:

- After-tax net present value ("NPV") of US$1.0 billion using an 8% discount rate and a capital investment of US$335 million, implying an after-tax profitability index ("PI") of nearly 4x. A PI of nearly 4x suggests a highly accretive project with torque to the upside if current spot prices for battery grade lithium material were modeled;
- After-tax internal rate of return ("IRR") of 48.5%;
- Economic resiliency under a range of key project variables such as price, capital intensity and operating costs. For example, 20% variation in price from US$25,000/tonne LHM to either US$20,000/tonne or US$30,000/tonne of LHM generates after-tax IRRs of 38% and 59%, respectively; and
- Payout of only 3.7 years, inclusive of a 1.5 year design and construction phase.

The PEA is based on the implementation of Koch Technologies Solutions' ("KTS") proprietary lithium extraction technology called Li-Pro™. The Company is working with officials from KTS as well as others within the larger Koch Industries group to develop a field pilot plan with associated commercial terms.

On September 26, 2023, the Company completed a $765,220 non-brokered unit offering private placement of at a price of $0.11 per unit. Each unit consists of one Common Share of the Company and one-half Common Share purchase warrant. Each warrant shall be exercisable to acquire one Common Share at a price of $0.18 per warrant for a period of 24 months from the closing of the private placement. The Warrants also have a forced acceleration clause wherein, if the trading price of the Common Shares trades at a 50% premium to the Warrant strike price ($0.27 per share) for 20 consecutive trading days, the Company can elect to force conversion on 30 days notice.

DETAILED FINANCIAL ANALYSIS

OPERATING EXPENSES

	Three months ended September 30,			Nine months ended September 30,		
($, except where noted)	**2023**	2022	% change	**2023**	2022	% change
Operating expenses	**61,749**	46,772	32	**195,537**	92,740	111

Operating expenses for the Company are for subsurface mineral permit rentals.

Operating expenses increased to $61,749 for the three months ended September 30, 2023 from $46,772 for the three months ended September 30, 2022. Operating expenses increased to $195,537 for the nine months ended September 30, 2023 from $92,740 for the nine months ended September 30, 2022. The increase in operating expenses is mainly due to the additional subsurface mineral permits acquired in 2022 and 2023.

GENERAL AND ADMINISTRATIVE EXPENSES

	Three months ended September 30,			Nine months ended September 30,		
($, except where noted)	**2023**	2022	% change	**2023**	2022	% change
Investor relations	**52,794**	186,512	(72)	**1,049,596**	220,047	nmf
Wages and benefits	**98,964**	178,643	(45)	**540,181**	438,519	23
Professional fees	**124,304**	158,920	(22)	**386,876**	522,297	(26)
Consulting fees	**146,566**	52,400	180	**331,408**	97,914	238
Other (rent, office costs)	**58,555**	98,798	(41)	**209,129**	177,612	18
Financing fees	**-**	(5,964)	nmf	**-**	227,520	nmf
Gross G&A expense	**481,183**	669,309	(28)	**2,517,190**	1,683,909	49
Capital overhead recoveries	**-**	(11,430)	nmf	**(868)**	(11,430)	nmf
Net G&A expense	**481,183**	657,879	(27)	**2,516,322**	1,672,479	50

General and administrative ("G&A") expenses include costs incurred by the Company which are not directly associated with the production of lithium. The most significant components of G&A expenses are investor relations, employee and consultant compensation, financing fees, computer software, office rent, accounting and legal costs.

Gross G&A expenses decreased to $481,183 for the three months ended September 30, 2023 from the $669,309 for the three months ended September 30, 2022. Gross G&A expenses increased to $2,517,190 for the nine months ended September 30, 2023 from $1,683,909 for the nine months ended September 30, 2022. Investor relations expenses for the nine months ended September 30, 2023 were higher due to the Company making a concerted effort to increase awareness in the USA with its qualification for trading on the OTCQB in December 2022.

SHARE-BASED COMPENSATION

	Three months ended September 30,			Nine months ended September 30,		
($, except where noted)	**2023**	2022	% change	**2023**	2022	% change
Share-based compensation	**212,432**	68,020	212	**621,706**	197,128	215

Share-based compensation increased to $212,432 for the three months ended September 30, 2023 from $68,020 for the three months ended September 30, 2022. Share-based compensation increased to $621,706 for the nine months ended September 30, 2023 from $197,128 for the nine months ended September 30, 2022. The increase is mainly due to the additional stock options, performance warrants, finders' warrants and restricted share units ("RSU's") granted in October 2022 and February 2023.

Share-based compensation results from the amortization of expenses associated with the granting of stock options, performance warrants, RSU's and finders' warrants as part of the Company's normal compensation program and financing activities. All share-based compensation relates to stock options, performance warrants, RSU's and finders' warrants currently outstanding.

FINANCE INCOME AND EXPENSE

	Three months ended September 30,			Nine months ended September 30,		
($, except where noted)	**2023**	2022	% change	**2023**	2022	% change
Interest income	**428**	-	nmf	**11,427**	-	nmf
Finance expense						
Misc. interest expense	**(173)**	-	nmf	**(261)**	-	nmf
Interest on lease obligation	**(2,399)**	-	nmf	**(9,023)**	-	nmf
Net interest income	**(2,144)**	-	nmf	**2,143**	-	nmf
Decommissioning accretion	**(66)**	-	nmf	**(195)**	-	nmf
Net finance income (expense)	**(2,210)**	-	nmf	**1,948**	-	nmf

Interest income includes interest earned on short-term investments. Finance expense includes accretion on decommissioning obligations.

DEPRECIATION EXPENSE

	Three months ended September 30,			Nine months ended September 30,		
($, except where noted)	**2023**	2022	% change	**2023**	2022	% change
Depreciation expense	**26,353**	2,118	nmf	**79,061**	5,438	nmf

Depreciation expense increased to $26,353 for the three months ended September 30, 2023 from $2,118 for the three months ended September 30, 2022. Depreciation expense increased to $79,061 for the nine months ended September 30, 2023 from $5,438 for the nine months ended September 30, 2022. Depreciation expense consisted of depreciation on the Company's corporate assets and right-of-use assets.

IMPAIRMENT TEST

Exploration Assets

The Company does not consider its exploration and evaluation assets to be impaired. The Company's ability to realize on the value of these assets is dependent on the successful completion of an economically feasible project. Current market prices continue to suggest a material imbalance between supply and demand implying a major need on the part of battery mineral resource developers to supply feedstock. North America additionally is looking to satisfy its requirements independently rather than importing various feedstocks and components primarily from Asia.

TAXES

Grounded did not record any current or deferred income taxes during the nine months ended September 30, 2023 or for the nine months ended September 30, 2022. At the end of September 30, 2023, Grounded had approximately $9,924,000 of accumulated tax pools that are available for deduction against taxable income, compared to approximately $3,863,260 at September 30, 2022. Although the deferred tax deduction could represent a significant tax asset, the Company has not recognized the tax asset due to the uncertainty regarding the amounts which can ultimately be utilized. Based on the tax deductions available, the Company does not anticipate paying cash taxes within this fiscal year or beyond over the next several years.

Summary of tax pools at September 30, 2023:

		Amount	Maximum Annual Deduction
Canadian mining property	$	1,908,300	30%
Undepreciated capital cost		104,600	30%
Share issue costs		700,400	20%
Non-capital losses		7,210,700	100%
Total	$	9,924,000	

NET EARNINGS, FUNDS FLOW USED IN OPERATIONS

Net Earnings and Funds Flow Used in Operations

	Three months ended September 30,			Nine months ended September 30,		
($)	**2023**	2022	% change	**2023**	2022	% change
Net loss	**783,927**	3,539,319	(78)	**3,410,678**	4,732,315	(28)
Items not involving cash:						
Public listing fee	**-**	(2,764,530)	nmf	**-**	(2,764,530)	nmf
Share-based compensation	**(212,432)**	(68,020)	212	**(621,706)**	(197,128)	215
Finance expense	**(2,638)**	-	nmf	**(9,479)**	-	nmf
Interest paid	**173**	-	nmf	**261**	-	nmf
Depreciation	**(26,353)**	(2,118)	nmf	**(79,061)**	(5,438)	nmf
Funds flow used in operations	**542,677**	704,651	(23)	**2,700,693**	1,765,219	53

Per Share Information

	Three months ended September 30,			Nine months ended September 30,		
($, except where noted)	**2023**	2022	% change	**2023**	2022	% change
Net loss	**783,927**	3,539,319	(78)	**3,410,678**	4,732,315	(28)
Basic *($/share)*	**0.01**	0.09	(89)	**0.05**	0.15	(67)
Diluted *($/share)*	**0.01**	0.09	(89)	**0.05**	0.15	(67)
Funds flow used in operations	**542,677**	704,651	(23)	**2,700,693**	1,765,219	53
Basic *($/share)*	**0.01**	0.02	(50)	**0.04**	0.06	(33)
Diluted *($/share)*	**0.01**	0.02	(50)	**0.04**	0.06	(33)

Funds flow used in operations decreased to $542,677 ($0.01 per basic and diluted share) for the three months ended September 30, 2023 from $704,651 ($0.02 per basic and diluted share) for the three months ended September 30, 2022. Funds flow used in operations for the nine months ended September 30, 2023 increased to $2,700,693 ($0.04 per basic and diluted share) from $1,765,219 ($0.06 per basic and diluted share) for the nine months ended September 30, 2022. The increase in funds flow used in operations for the nine month period is primarily due to higher G&A costs related to investor relations awareness campaigns.

Net loss decreased to $783,927 ($0.01 per basic and diluted share) for the three months ended September 30, 2023 from $3,539,319 ($0.09 per basic and diluted share) for the three months ended September 30, 2022. Net loss for the nine months ended September 30, 2023 decreased to $3,410,678 ($0.05 income per basic and diluted share) from a loss of $4,732,315 ($0.15 loss per basic and diluted share) for the nine months ended September 30, 2022. The G&A costs were higher due to costs associated with additional investor relations awareness campaigns and share-based compensation offset by the reverse takeover listing fee. The cost of obtaining a listing represents the excess of the transaction price over the cash balance and other identifiable assets resulting in amount of $2,764,530.

CAPITALIZATION AND FINANCIAL RESOURCES

CAPITAL EXPENDITURES

	Three months ended September 30,		Nine months ended September 30,	
	2023	2022	**2023**	2022
Computer equipment	**-**	13,029	**-**	40,369
Total property and equipment	**-**	13,029	**-**	40,369
Property acquisition	**-**	-	**428,328**	-
Production testing/completions	**999**	-	**23,168**	-
Subsurface mineral permits	**-**	88,383	**310**	717,761
Drilling costs	**-**	960,690	**40**	982,188
Total exploration and evaluation costs	**999**	1,049,073	**451,846**	1,699,949
Total capital expenditures	**999**	1,062,102	**451,846**	1,740,318

Net capital expenditures for the nine months ended September 30, 2023 were $451,846. The majority of the costs incurred in the nine months ended September 30, 2023 were associated with the acquisition of freehold subsurface mineral permits in the South West Saskatchewan area.

Net capital expenditures for the nine months ended September 30, 2022 were $1,740,318 the majority of which were associated with the acquisition of subsurface mineral permits in the South West Saskatchewan area and drilling costs for the Company's first lithium well.

Funding for capital expenditures was primarily provided from proceeds of equity issuances.

WORKING CAPITAL

Grounded had a working capital surplus of $385,560 at September 30, 2023 (December 31, 2022 - $2,587,236) stemming exclusively from the Company's equity offerings.

There are currently no near-term capital commitments and no known unusual trends or liquidity issues as at November 21, 2023. The Company expects to be able to meet future obligations associated with on-going operations from existing working capital reserves and enhancements. Should the Board of Directors approve major initiatives such as construction and operation of an appropriately sized field pilot, the Company will need additional capital not presently in its working capital balance. No assurance can be given that any such additional financing will be available, or that it can be obtained on terms favourable to the Company.

SHARE CAPITAL

The Company is authorized to issue an unlimited number of common shares ("Common Shares"). Grounded closed separate equity offerings subsequent to incorporation, resulting in the issuance of an aggregate 76,613,873 Common Shares.

The following table provides a summary of the outstanding Common Shares, stock options, performance warrants and broker warrants at the dates indicated:

	November 21, 2023	September 30, 2023
Common Shares	**76,613,873**	76,613,873
Dilutive Securities		
Warrants	**15,478,721**	15,478,721
Stock options	**5,523,100**	5,523,100
Restricted share units	**1,018,000**	1,018,000
Performance warrants	**3,360,000**	3,360,000
Finders' warrants	**2,347,746**	2,347,746
Total Dilutive Securities	**27,727,567**	27,727,567
Total Basic and Diluted Common Shares	**104,341,440**	104,341,440
Weighted average Common Shares		
Basic	**70,747,477**	69,436,671
Diluted	**70,747,477**	69,436,671

CONTRACTUAL OBLIGATIONS

The Company has entered into various commitments. The following table summarizes the outstanding contractual obligations of the Company for the next five years and thereafter:

($)	Remaining 2023	2024	2025	2026	Thereafter	Total
Office lease	**28,696**	57,392	-	-	-	86,088
	28,696	57,392	-	-	-	86,088

GOING CONCERN

At present, the Company's operations do not generate cash inflows and its financial success is dependent on management's ability to discover economically viable lithium deposits. The lithium exploration process can take many years and is subject to factors that are beyond the Company's control. See "Risks and Uncertainties".

In order to finance the Company's future exploration programs and to cover administrative and overhead expenses, the Company may raise money through the sale of equity instruments or divestiture of working interests. Many factors influence the Company's ability to raise funds, including the health of the resource market, the climate for lithium exploration investment, the Company's track record, and the experience and caliber of its management. Management believes it will be able to raise equity capital as required in the long term but recognizes there will be risks involved that may be beyond their control.

OFF-BALANCE SHEET ARRANGEMENTS

The Company has not entered into any off-balance sheet transactions.

RELATED PARTY TRANSACTIONS

During the period ended September 30, 2023, legal services totalling $199,298 (September 30, 2022 - $381,334) were provided by a law firm in which an Officer of the Company is a partner. As at September 30, 2023, $43,633 (September 30, 2022 - $109,929) is included in accounts payable and accruals.

Transactions with related parties are incurred in the normal course of business and initially measured at fair value.

CRITICAL ACCOUNTING ESTIMATES

Management is often required to make judgements, assumptions and estimates in the application of International Financial Reporting Standards that have a significant impact on the financial results of the Company. A comprehensive discussion of the Company's significant accounting policies is contained in note 4 to the annual financial statements.

RISKS AND UNCERTAINTIES

Management defines risk as the evaluation of probability that an event might happen in the future that could negatively affect the financial condition and / or results of operations of the Company. The risks that could affect the Company have been described in the MD&A of the Company for the year ended December 31, 2023. The risks identified therein do not constitute an exhaustive list of all possible risks as there may be additional risks of which management is currently unaware.

SUMMARY OF QUARTERLY RESULTS

	Q3 2023	Q2 2023	Q1 2023	Q4 2022
Financial *($, except per share amounts)*				
Funds flow used in operations	**542,677**	684,960	1,473,056	2,110,192
Per share – basic	**0.01**	0.01	0.02	0.04
Per share – diluted	**0.01**	0.01	0.02	0.04
Cash used in operations	**549,952**	407,588	1,730,836	1,965,105
Per share – basic	**0.01**	-	0.02	0.03
Per share – diluted	**0.01**	-	0.02	0.03
Net loss	**783,927**	944,463	1,682,288	2,246,228
Per share – basic	**0.01**	0.01	0.02	0.04
Per share – diluted	**0.01**	0.01	0.02	0.04
Capital expenditures	**999**	7,210	443,637	593,497
Total assets	**3,943,452**	3,711,924	4,292,102	6,028,743
Total net cash and working capital (deficit)	**385,560**	166,415	890,061	2,587,236
Shares outstanding, end of period	**76,613,873**	69,656,423	69,656,423	56,872,750
Weighted average shares (basic and diluted)	**70,034,545**	69,656,423	68,603,316	56,872,750

	Q3 2022	Q2 2022	Q1 2022	Q4 2021
Financial *($, except per share amounts)*				
Funds flow used in operations	704,651	533,556	527,012	290,453
Per share – basic	0.02	0.02	0.02	0.04
Per share – diluted	0.02	0.02	0.02	0.04
Cash used in operations	833,496	315,680	719,917	152,530
Per share – basic	0.02	0.01	0.03	0.02
Per share – diluted	0.02	0.01	0.03	0.02
Net loss	3,539,319	602,545	590,451	344,452
Per share – basic	0.09	0.02	0.02	0.04
Per share – diluted	0.09	0.02	0.02	0.04
Capital expenditures, net	1,062,102	21,498	656,718	55,672
Total assets	4,662,537	3,041,023	3,403,003	2,494,973
Total net cash and working capital (deficit)	2,394,958	1,829,712	2,384,766	2,190,625
Shares outstanding, end of period	56,872,750	28,119,114	28,119,114	20,348,415
Weighted average shares (basic and diluted)	40,308,155	28,119,114	26,606,940	8,050,227