

LITHIUM AFRICA CORP.
(formerly Lombard Street Capital Corp.)
a capital pool corporation

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the three and six months ended December 31, 2025 and 2024

(expressed in Canadian dollars)
(unaudited)

LITHIUM AFRICA CORP.
(formerly Lombard Street Capital Corp.)
a capital pool corporation

NOTICE OF NO AUDITOR REVIEW OF CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Under National Instrument 51-102, Part 4, subsection 4.3(3) (a), if an auditor has not performed a review of the condensed interim consolidated 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 consolidated 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 consolidated financial statements in accordance with standards established by CPA Canada for a review of interim financial statements by an entity's auditor.

LITHIUM AFRICA CORP. (formerly LOMBARD STREET CAPITAL CORP.)**Condensed Interim Consolidated Statement of Financial Position***(unaudited)***(Expressed in Canadian dollars)**

As at		December 31, 2025	June 30, 2025
	Notes		
ASSETS			
Current assets			
Cash and cash equivalents		\$ 3,400,032	\$ 3,584,066
Deferred and other current assets	5	390,989	112,792
Income tax recoverable		6,000	6,000
Total current assets		3,797,021	3,702,858
TOTAL ASSETS		\$ 3,797,021	\$ 3,702,858
LIABILITIES AND EQUITY			
Current liabilities			
Accounts payable and accrued liabilities		\$ 188,480	\$ 63,673
Total current liabilities		188,480	63,673
Total liabilities		188,480	63,673
SHAREHOLDERS' EQUITY			
Share capital	6	3,645,713	3,645,713
Share-based payment reserve	7	496,882	496,882
Deficit		(534,054)	(503,410)
Total shareholders' equity		3,608,541	3,639,185
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		\$ 3,797,021	\$ 3,702,858
Nature of operations and going concern	1		
Subsequent events			
Approved on behalf of the Board of Directors:			
<u>"Tyron Breytenbach"</u>		<u>"Carl Esprey"</u>	
Director		Director	

LITHIUM AFRICA CORP. (formerly LOMBARD STREET CAPITAL CORP.)

Condensed Interim Consolidated Statement of Operations and Comprehensive Loss

(unaudited)

(Expressed in Canadian dollars)

	Three months ended December 31,		Six months ended December 31,	
	2025	2024	2025	2024
Note				
Expenses				
Professional fees	\$ 13,602	\$ 7,626	\$ 26,514	\$ 10,682
General and administrative expenses	28,645	2,466	49,150	2,861
Stock-based compensation	-	226,890	-	226,890
Loss before other items	42,247	236,982	75,664	240,433
Other items				
Interest income	(20,831)	(31,296)	(45,020)	(31,340)
Loss before income tax	21,416	205,686	30,644	209,093
Income tax expense	-	145	-	145
Net loss and comprehensive loss for the period	\$ 21,416	\$ 205,831	\$ 30,644	\$ 209,238
Net loss per share				
Basic and diluted	\$ 0.02	\$ 0.47	\$ 0.03	\$ 0.95
Weighted average common shares outstanding				
Basic and diluted*	1,195,833	441,938	1,195,833	220,969

**Subsequent to the end of the quarter ended December 31, 2025, Lithium Africa Corp. (formerly Lombard Street Capital Corp.) completed a share consolidation on the basis of 24 pre-consolidation common shares for each 1 post-consolidation common share. All loss per share amounts and weighted-average common shares outstanding have been retrospectively adjusted to reflect the share consolidation.*

LITHIUM AFRICA CORP. (formerly LOMBARD STREET CAPITAL CORP.)**Condensed Interim Consolidated Statement of Cash Flows***(unaudited)***(Expressed in Canadian dollars)**

		Six months ended December 31,	
	Notes	2025	2024
CASH FLOWS FROM:			
Operating activities			
Net loss for the period		\$ (30,644)	\$ (209,238)
Items not involving cash			
Stock-based compensation		-	226,890
		<u>(30,644)</u>	<u>17,652</u>
Net change in non-cash working capital items:			
Deferred and other current assets	5	(278,197)	(7,559)
Accounts payable and accrued liabilities		124,807	1,023
Income tax provision/recovery		-	(6,000)
		<u>(153,390)</u>	<u>(12,536)</u>
Cash flows used by operating activities		<u>(184,034)</u>	<u>5,116</u>
Financing activities			
Proceeds from private placement		-	42,105
Proceeds from Initial Public Offering ("IPO")		-	3,000,000
Cost of issue on IPO		-	(472,065)
Cash flows provided by financing activities		<u>-</u>	<u>2,570,040</u>
Net change in cash and cash equivalents		(184,034)	2,575,156
Cash and cash equivalents, beginning of the period		3,584,066	1,014,675
Cash and cash equivalents, end of the period		\$ <u>3,400,032</u>	\$ <u>3,589,831</u>
CASH AND CASH EQUIVALENTS CONSIST OF:			
Cash		\$ 300,032	\$ 110,831
Cash equivalents		<u>3,100,000</u>	<u>3,479,000</u>
		<u>\$ 3,400,032</u>	<u>\$ 3,589,831</u>
SUPPLEMENTARY INFORMATION			
Interest received during the period		\$ 2,486	\$ -

LITHIUM AFRICA CORP. (formerly LOMBARD STREET CAPITAL CORP.)

Condensed Interim Consolidated Statement of Changes in Shareholders' Equity

(unaudited)

(Expressed in Canadian dollars)

	Number of Shares	Share Capital	Share-based payment reserve	Deficit	Total Shareholders' equity
Balance as at June 30, 2024	20,000,000	\$ 1,000,000	\$ 75,840	\$ (58,650)	\$ 1,017,190
Private placement	421,053	42,105	-	-	42,105
Initial Public Offering	30,000,000	3,000,000	-	-	3,000,000
Cost of issue	-	(472,065)	-	-	(472,065)
Broker options	-	(194,152)	194,152	-	-
Share-based compensation	-	-	226,890	-	226,890
Net loss for the period	-	-	-	(209,238)	(209,238)
Balance as at December 31, 2024	50,421,053	\$ 3,375,888	\$ 496,882	\$ (267,888)	\$ 3,604,882
Balance as at June 30, 2025	50,421,053	\$ 3,645,713	\$ 496,882	\$ (503,410)	\$ 3,639,185
Net loss for the period	-	-	-	(30,644)	(30,644)
Balance as at December 31, 2025	50,421,053	\$ 3,645,713	\$ 496,882	\$ (534,054)	\$ 3,608,541

-- see accompanying notes to the financial statements --

LITHIUM AFRICA CORP.

(formerly Lombard Street Capital Corp.)

Notes to the Condensed Interim Consolidated Financial Statements

For the three and six months ended December 31, 2025

(Expressed in Canadian dollars)

1. NATURE OF OPERATIONS

Lithium Africa Corp., formerly Lombard Street Capital Corp. (the “Company”), was incorporated on January 31, 2024 under the laws of Ontario, Canada and continued from Ontario to the Cayman Islands. The Company changed its name from Lombard Street Capital Corp. to Lithium Africa Corp. and consolidated its share capital subsequent to the end of the quarter on January 15, 2026. As at December 31, 2025, the Company had not commenced operations and had no assets other than cash. The Company completed an Initial Public Offering (“IPO”) on November 28, 2024, and is classified as a Capital Pool Corporation as at December 31, 2025, as defined in Policy 2.4 of the TSX Venture Exchange (“TSXV”). The principal business of the Company was the identification and evaluation of assets or businesses with a view to completing a Qualifying Transaction. Subsequent to December 31, 2025, the Company completed its Qualifying Transaction on February 10, 2026, after which the Company became a mining company engaged in the acquisition, development and operation of mineral properties in Africa.

The Company’s registered office is located at Cricket Square, Hutchins Drive, PO Box 2681, Grand Cayman, KY1-1111, Cayman Islands. All dollar amounts are Canadian dollars unless otherwise noted.

During the six months ended December 10, 2025, the Company incorporated a 100% owned subsidiary, LSC Subco Limited in the Cayman Islands to facilitate the qualifying transaction (see Note 13).

2. BASIS OF PRESENTATION AND COMPLIANCE

These financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) applicable to the preparation of interim financial statements, including International Account Standard (“IAS”) 34, “Interim Financial Reporting”. The policies set out in the Company’s annual financial statements year ended June 30, 2025 were consistently applied to all periods presented unless otherwise noted below.

The preparation of financial statements in accordance with International Accounting Standards (“IAS”) 1, Preparation of Financial Statements, requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the Company’s accounting policies.

These financial statements have been prepared on the basis of accounting principles applicable to a going concern, which assumes that the Company will be able to continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities and commitments in the normal course of business. On February 10, 2026, the Company completed its Qualifying Transaction (see Note 13) pursuant to the policies of the TSXV resulting in the commencement of active operations. The Company is currently not earning revenue, and is dependent on its ability to obtain additional financing to fund ongoing exploration activities. There is no assurance that adequate financing will be available in the future, nor that profitable operations will be achieved. Should the Company be unable to continue as a going concern, the net realizable value of its assets may be materially less than the amounts on its statement of financial position. These financial statements do not reflect adjustments that would be necessary if the going concern assumption was not appropriate. Such adjustments could be material.

LITHIUM AFRICA CORP.

(formerly Lombard Street Capital Corp.)

Notes to the Condensed Interim Consolidated Financial Statements

For the three and six months ended December 31, 2025

(Expressed in Canadian dollars)

(unaudited)

2. BASIS OF PRESENTATION AND COMPLIANCE (continued)

These financial statements have been prepared using the accrual basis of accounting, except for cash flow information. These financial statements of the Company for the three and six months ended December 31, 2025 were approved and authorized for issue by the Board of Directors on March 2, 2026.

3. MATERIAL ACCOUNTING POLICIES

Existing accounting policies

These condensed interim consolidated financial statements reflect the accounting policies described in Note 3 to the Company's audited financial statements for the year ended June 30, 2025, with the exception of any changes set out below.

New and amended accounting policies

Certain pronouncements were issued by the IASB or the IFRIC that are mandatory for accounting periods commencing on or after July 1, 2026 or later periods. Many are not applicable or do not have a significant impact to the Company and have been excluded.

IFRS 9 and IFRS 7 – In May 2024, the IASB issued amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments – Disclosures. The amendments clarify the derecognition of financial liabilities and introduce an accounting policy option to derecognize financial liabilities that are settled through an electronic payment system. The amendments also clarify how to assess the contractual cash flow characteristics of financial assets that include environmental, social and governance (ESG)-linked features and other similar contingent features and the treatment of non-recourse assets and contractually linked instruments (CLIs). Further, the amendments mandate additional disclosures in IFRS 7 for financial instruments with contingent features and equity instruments classified at FVOCI. The amendments are effective for annual periods starting on or after January 1, 2026. Retrospective application is required, and early adoption is permitted.

IFRS 18 – In April 2024, the IASB issued IFRS 18 Presentation and Disclosure in Financial Statements to improve reporting of financial performance. The new standards replace IAS 1 Presentation of Financial Statements. IFRS 18 introduces new categories and requires subtotals in the statement of profit and loss and also requires disclosure of management-defined performance measures. It also includes new requirements for the location, aggregation and disaggregation of financial information. The standard is effective for annual reporting periods beginning on or after January 1, 2027, including interim financial statements. Retrospective application is required, and early adoption is permitted.

The Company will adopt these amendments as of the effective date and is currently assessing the impacts of adoption.

LITHIUM AFRICA CORP.

(formerly Lombard Street Capital Corp.)

Notes to the Condensed Interim Consolidated Financial Statements

For the three and six months ended December 31, 2025

(Expressed in Canadian dollars)

(unaudited)

4. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of these financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of expenses during the reporting period. These financial statements include estimates, which, by their nature, are uncertain. The impacts of such estimates are pervasive throughout the financial statements and may require accounting adjustments based on future occurrences. Revisions to accounting estimates are recognized in the period in which the estimate is revised, on a prospective basis. The revision may affect current or both current and future periods.

Information about critical judgments and estimates in applying accounting policies, and areas where assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment within the next financial year are included in the following areas:

Share-based payments

Management determines costs for share-based payments using market-based valuation techniques. The fair value of the market-based and performance-based share awards are determined at the date of grant using generally accepted valuation techniques. Assumptions are made and judgment used in applying valuation techniques. These assumptions and judgments for share-based payments include estimating the future volatility of the stock price, expected dividend yield, future employee turnover rates and future employee stock option exercise behaviors and corporate performance. Such judgments and assumptions are inherently uncertain. 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 requires 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.

The amounts recognized in the financial statements are derived from the Company's best estimation and judgement as described above. However, the inherent uncertainty regarding the outcome of these items means that eventual resolution could differ from the accounting estimates and therefore impact the Company's financial position and its financial performance and cash flows.

LITHIUM AFRICA CORP.

(formerly Lombard Street Capital Corp.)

Notes to the Condensed Interim Consolidated Financial Statements

For the three and six months ended December 31, 2025

(Expressed in Canadian dollars)

(unaudited)

5. DEFERRED AND OTHER CURRENT ASSETS

Deferred and other current assets includes accrued interest on Guaranteed Investment Certificates (“GICs”) in which the Company has invested its excess cash and prepaid costs related to the qualifying transaction.

	December 31, 2025	June 30, 2025
Deferred costs relating to the qualifying transaction	342,442	106,779
Other miscellaneous receivables	48,547	6,013
	\$ 390,989	\$ 112,792

6. SHARE CAPITAL

At December 31, 2025, the authorized share capital of the Company consisted of an unlimited number of common shares without par value. As at December 31, 2025, there were 50,421,053 shares of the Company issued and outstanding. There was no activity during the three and six months ended December 31, 2025.

	No. of Shares	Balance
Balance, June 30, 2024	20,000,000	\$ 1,000,000
Private placement	421,053	42,105
Initial Public Offering	30,000,000	3,000,000
Broker options		(115,518)
Cost of issue	-	(280,874)
Balance, June 30, 2025 and December 31, 2025	50,421,053	\$ 3,645,713

Of the Company’s issued and outstanding common shares, 21,721,053 common shares are subject to a uniform 18-month escrow release schedule following completion of a Qualifying Transaction and will be released as to 10% on the date of the final Qualifying Transaction Exchange bulletin and an additional 15% on each of the dates that are 6, 12, 18, 24, 30 and 36 months thereafter, pursuant to the terms of an Escrow Agreement between the Company, TSX Trust Company, and the shareholders of the Company.

Subsequent to December 31, 2025, the Company completed a share consolidation on the basis of 24 pre-consolidation common shares for each one (1) post-consolidation common share effective January 15, 2026. The number of post-consolidation shares at December 31, 2025 would be represented by 2,100,877.

LITHIUM AFRICA CORP.

(formerly Lombard Street Capital Corp.)

Notes to the Condensed Interim Consolidated Financial Statements

For the three and six months ended December 31, 2025

(Expressed in Canadian dollars)

(unaudited)

6. SHARE CAPITAL (continued)

Prior period transactions:

On September 5, 2024, the Company closed a non-brokered private placement financing issuing 421,053 common shares of the Company to directors and officers at a price of \$0.10 per share for gross proceeds of \$42,105.

On November 28, 2024, The Company completed an IPO issuing 30,000,000 common shares at a price of \$0.10 per share raising gross proceeds of \$3,000,000. iA Private Wealth Inc., who acted as agent for the IPO, received a cash commission of \$275,142, a one-time work fee of \$12,500, out-of-pocket expenses, and 2,564,985 broker options exercisable at \$0.10 per share expiring two years following the date on which the Company completed its Qualifying Transaction.

7. SHARE-BASED PAYMENT RESERVE

Stock options

The Company adopted a stock option plan whereby up to a maximum of 10% of the outstanding shares of the Company as of the date of grant are reserved for the grant and issuance of incentive stock options. Under the plan, the exercise price of an option may not be set at less than the minimum price permitted by the TSXV, and the options may be exercisable for up to ten years. The aggregate number of options granted to any one individual during any twelve-month period may not exceed 5% of the issued and outstanding common shares of the Company, or 2% of the issued and outstanding common shares of the Company in the case of technical consultants. The Board of Directors determines the exercise price per common share, the number of options granted to individual directors, officers, employees and consultants and all other terms and conditions of the options.

No stock options were granted during the six months ended December 31, 2025 (2024 – 5,564,985). The following table depicts the Company's outstanding stock options and broker options as at December 31, 2025.

Exercise Price	Grant Date	Expiry Date	Number Outstanding	Number Exercisable	Value	Weighted Average Remaining Contractual Life (years)	Assumptions				
							Share price	Expected Dividend Yield	Expected Volatility	Risk-free Interest rate	Expected Average Life (years)
\$ 0.05	June 25, 2024	June 25, 2029	2,000,000	2,000,000	\$ 75,840	3.48	\$0.05	0%	100%	3.41%	5.00
\$ 0.10	November 28, 2024	November 28, 2029	3,000,000	3,000,000	\$226,890	3.91	\$0.10	0%	100%	3.08%	5.00
\$ 0.10	November 28, 2024	November 28, 2029	2,564,985	2,564,985	\$194,152	3.91	\$0.10	0%	100%	3.08%	5.00
		Total	7,564,985	7,564,985	\$496,882	3.80					

LITHIUM AFRICA CORP.

(formerly Lombard Street Capital Corp.)

Notes to the Condensed Interim Consolidated Financial Statements

For the three and six months ended December 31, 2025

(Expressed in Canadian dollars)

(unaudited)

8. RELATED PARTY TRANSACTIONS

Compensation of key management personnel of the Company

Key management consists of the officers and directors who are responsible for planning, directing, and controlling the activities of the Company. All related party transactions are carried out in the normal course of operation. As at December 31, 2025, there were no balances owing to related parties. No compensation costs were incurred during the six months ended December 31, 2025 (2024 - \$226,890).

9. CAPITAL MANAGEMENT

The Company manages its capital to maintain its ability to continue as a going concern and to provide returns to shareholders and benefits to other stakeholders. The capital structure of the Company consists of equity which is comprised of issued share capital, share-based payment reserve and deficit. The Company manages its capital structure and makes adjustments to it in light of economic conditions. The Company's primary source of capital is through the issuance of common shares. The Company manages and adjusts its capital structure when changes in economic conditions occur. To maintain or adjust the capital structure, the Company may seek additional funding. The Company may require additional capital resources to meet its administrative overhead expenses in the long term. The Company believes it will be able to raise capital as required in the long term but recognizes there will be risks involved that may be beyond its control. The Company is not subject to any externally imposed capital requirements, but as a Capital Pool Corporation, expenditure restrictions applicable under Policy 2.4 apply on completion of the IPO. These expenditure restrictions limit the aggregate amount that the Company is permitted to spend on reasonable general and administrative costs of the Company, not exceeding in aggregate of \$3,000 per month, and reasonable expenses incurred related to a Qualifying Transaction. There were no changes in the Company's approach to capital management during the three and six months ended December 31, 2025 and 2024.

10. FINANCIAL INSTRUMENTS

Financial assets and financial liabilities were classified as follows:

	Assets at amortized cost	Assets at fair value through profit or loss	Liabilities at amortized cost	Total
As at December 31, 2025				
Cash and cash equivalents	\$ 300,032	\$ 3,100,000	\$ -	\$ 3,400,032
Amounts receivable	48,547	-	-	48,547
Accounts payable and accrued liabilities	-	-	188,480	188,480
As at June 30, 2025				
Cash and cash equivalents	\$ 484,066	\$ 3,100,000	\$ -	\$ 3,584,066
Amounts receivable	6,013	-	-	6,013
Accounts payable and accrued liabilities	-	-	63,673	63,673

LITHIUM AFRICA CORP.

(formerly Lombard Street Capital Corp.)

Notes to the Condensed Interim Consolidated Financial Statements

For the three and six months ended December 31, 2025

(Expressed in Canadian dollars)

(unaudited)

10. FINANCIAL INSTRUMENTS (continued)

The carrying values of cash and cash equivalents, amounts receivable, accounts payable and accrued liabilities approximate fair value due to the short-term nature of the financial instruments.

A fair value hierarchy prioritizes the methods and assumptions used to develop fair value measurements for those financial assets where fair value is recognized on the statement of financial position. These have been prioritized into three levels.

Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2 – Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly

Level 3 – Inputs for the asset or liability that are not based on observable market data.

The following table sets forth the Company's financial assets and liabilities measured at fair value by level within the fair value hierarchy as at December 31, 2025:

	Level 1	Level 2	Level 3	TOTAL
As at December 31, 2025				
Cash equivalents	\$ 3,100,000	\$ -	\$ -	\$ 3,100,000
	Level 1	Level 2	Level 3	TOTAL
As at June 30, 2025				
Cash equivalents	\$ 3,100,000	\$ -	\$ -	\$ 3,100,000

Fair value amounts represent point-in-time estimates and may not reflect fair value in the future. The measurements are subjective in nature, involve uncertainties and are a matter of significant judgment.

The Company's risk exposures and the impact on the Company's financial instruments are summarized below. There have been no significant changes in the risks, objectives, policies and procedures for managing risk during the three and six months ended December 31, 2025 and 2024.

Credit risk

The Company's credit risk is primarily attributable to cash and cash equivalents. The Company has no significant concentration of credit risk arising from operations. Cash and cash equivalents consist of bank deposits and guaranteed investment certificates, which have been invested with reputable financial institutions, from which management believes the risk of loss to be remote. Management believes that the credit risk concentration with respect to these financial instruments is remote.

Liquidity risk

The Company manages liquidity risk by maintaining adequate cash and cash equivalent balances. The Company continuously monitors and reviews both actual and forecasted cash flows, and also matches the maturity profile of financial assets and liabilities.

LITHIUM AFRICA CORP.

(formerly Lombard Street Capital Corp.)

Notes to the Condensed Interim Consolidated Financial Statements

For the three and six months ended December 31, 2025

(Expressed in Canadian dollars)

(unaudited)

10. FINANCIAL INSTRUMENTS (continued)

As at December 31, 2025, the Company had current assets of \$3,797,021 (June 30, 2025: \$3,702,858) to settle current liabilities of \$188,480 (June 30, 2025: \$63,673). Approximately \$68,000 of the Company's financial liabilities as at December 31, 2025 have contractual maturities of less than 30 days and are subject to normal trade terms.

11. SUBSEQUENT EVENTS

- a) On February 10, 2026, the Company completed the acquisition of Lithium Africa Resources Corp. ("LARC") which constitutes the Qualifying Transaction pursuant to TSXV Policy 2.4 – Capital Pool Companies. On July 23, 2025, the Company and LARC entered into an agreement pursuant to which the Company would acquire all of the issued and outstanding securities of LARC. The resulting company following the completion of the Qualifying Transaction is referred to herein as the "Resulting Issuer". The Transaction did not constitute a Non-Arm's Length Transaction (as such term is defined in the policies of the TSXV). It is anticipated that this transaction will constitute a reverse takeover for accounting purposes. As this transaction had not been completed as at December 31, 2025, it has not been reflected in these financial statements.

Prior to completing the Transaction, the Company continued from Ontario to the Cayman Islands, changed its name from "Lombard Street Capital Corp." to "Lithium Africa Corp." and consolidated its share capital on the basis of 24 (old) common shares for 1 (new) common share. LARC also completed a share split on the basis of 1 (old) common share for 10 (new) common shares.

Pursuant to the terms of the Transaction, the Company acquired all of the issued and outstanding shares of LARC through a merger under the laws of the Cayman Islands involving a wholly-owned subsidiary of the Company and LARC. All outstanding securities of LARC were exchanged for post-Consolidation securities of the Company on a 1:1 basis. In connection with the Transaction, the Company issued 18,387,927 common shares to former shareholders of LARC. Further details regarding the Transaction can be found in the Company's Filing Statement dated December 23, 2025 filed under the Company's profile on SEDAR+.

Subject to receipt of final approval of the Exchange, the common shares of the Company commenced trading on the Exchange under the ticker symbol "LAF" on February 19, 2026 as a Tier 2 issuer.

In connection with the Transaction, in accordance with the requirements of the Exchange, certain securityholders of the Company have entered into a Tier 2 Escrow Agreement in respect of 7,243,961 common shares, 1,048,500 stock options and 294,941 warrants of the Company. Under the terms of the Escrow Agreement, 10% of such escrowed securities will be released upon issuance of the final bulletin of the Exchange in respect of the Transaction, with subsequent 15% releases occurring 6, 12, 18, 24, 30 and 36 months from such date.

Going forward, the Company will be an exploration company engaged in the acquisition, development and operation of mineral properties in Africa.

LITHIUM AFRICA CORP.

(formerly Lombard Street Capital Corp.)

Notes to the Condensed Interim Consolidated Financial Statements

For the three and six months ended December 31, 2025

(Expressed in Canadian dollars)

(unaudited)

b) On February 25, 2026, the Company entered into a definitive agreement to acquire a large lithium project in South Africa, including a past-producing spodumene mine, a related ore stockpile and 1,675 km² land package. The Company intends to acquire 70% of Namli Exploration & Mining Proprietary Limited (“Namli”) in a staged transaction whereby 30% will be acquired immediately upon receipt of authorisation under the South African Currency and Exchanges Act and the remaining 40% will be acquired upon receipt of consent to Lithium Africa acquiring a majority stake in Namli from the South African State Department of Mineral and Petroleum Resources for consideration of:

i) US\$1.35 M in cash (paid in two installments of 30% upfront and 70% after receipt of s11 Consent);

ii) US\$150,000 to settle a third-party claim relating to the Springbok Project; and

iii) US\$2.5 M paid over 24 months (monthly payments of US\$106,000).

Namli holds a prospecting right (NC13301PR) and a mining permit (NC10950MP) comprising the Springbok Project.

In connection with the acquisition of Namli, the Company will pay a consultant, an arm’s length party to the Company and Namli, US\$200,000 payable in common shares of the Company upon receipt of approval from the TSX Venture Exchange.

c) On March 2, 2026, the entered into an agreement pursuant to which ATB Cormark Capital Markets (the “Agent”) has agreed to act agent, on a “best efforts” agency basis, in connection with a private placement of 2,500,000 units of the Company (the “Units”) at a price of CAD \$2.00 per Unit (the “Issue Price”) for aggregate gross proceeds to the Company of C\$5 million (the “Offering”).

Each Unit will be comprised of one common share in the capital of the Company (a “Common Share”) and one-half of one common share purchase warrant (each whole common share purchase warrant, a “Warrant”). Each Warrant will entitle the holder thereof to purchase one Common Share (a “Warrant Share”) at an exercise price of C\$2.80 per Warrant Share for a period of 3 years following the closing of the Offering.

The Agent will have the option, exercisable in whole or in part at any time up to 48 hours prior to the closing of the Offering, to sell an additional 375,000 Units at the Issue Price for additional gross proceeds of C\$750,000.

The net proceeds from the sale of the Units will be used as partial consideration in connection with the acquisition of the Springbok Project and for working capital and general corporate purposes. An overview of the Springbok Project and the transaction terms are provided in the Company’s news release dated February 25, 2026.

The Offering is expected to close on or about March 18, 2026, or such other date as the Company and the Agent may mutually agree and is subject to certain conditions including, but not limited to, the receipt of all necessary regulatory and other approvals including the acceptance of the TSX Venture Exchange.