

ANNUAL REPORT

Name of Entity: Li-Metal Corp. (“**Li-Metal**” or the “**Entity**”).

Description of Entity: Pursuant to the definition of “Entity” in Section 2 of the *Fighting Against Forced Labour and Child Labour in Supply Chains Act* (the “**Act**”), Li-Metal Corp is listed on a stock exchange in Canada (CSE:LIM) and produce, sell, or distribute goods in Canada or abroad.

Single or joint report: Joint

If joint, provide the name(s) of the other entities, and confirm if the other entities are controlled by the Entity: Li-Metal US, Inc. wholly owned subsidiary of Li-Metal Corp.

Date of Report: May 29, 2024

This annual report (the “**Report**”) is being delivered by the Entity pursuant to Subsection 11(1) and 11(3) of the *Fighting Against Forced Labour and Child Labour in Supply Chains Act* (the “**Act**”).

1. PART I – SUBSECTION 11(1) OF THE ACT

Pursuant to Subsection 11(1) of the Act, the Entity provides the following information, which outlines the steps the Entity has taken during its previous financial year to prevent and reduce the risk that forced labour or child labour is used at any step of the production of goods in Canada or elsewhere by the entity or of goods imported into Canada by the entity.

The Company has commenced a review of its supply chain to identify any risk that forced labour or child labour is used at any step of the production.

2. PART II – SUBSECTION 11(3) OF THE ACT (SUPPLEMENTARY INFORMATION)

Pursuant to Subsection 11(3) of the Act, the Entity provides the following supplementary information:

- (a) its structure, activities and supply chain:

Li-Metal is a Canadian-based vertically integrated battery materials company and innovator commercializing technologies to enable next-generation batteries for electric vehicles and other applications. The Company has a wholly owned US subsidiary, Li-Metal US Inc. The Company's suppliers are predominately US and Canadian Companies.

- (b) its policies and its due diligence processes in relation to forced labour and child labour:

The Company is at the early stage of assessing the risk of forced labour and child labour. However, given the suppliers are predominately US and Canadian Companies the risk is low.

- (c) the parts of its business and supply chains that carry a risk of forced labour or child labour being used and the steps it has taken to assess and manage that risk:

As discussed above the Company is at the early stage of assessing the risk of forced labour and child labour. However, given the suppliers are predominately US and Canadian Companies the risk is low.

- (d) any measures taken to remediate any forced labour or child labour:

At this time the Company has not identifies any risk areas that require action to remediate any forced labour or child labour.

- (e) any measures taken to remediate the loss of income to the most vulnerable families that results from any measure taken to eliminate the use of forced labour or child labour in its activities and supply chains:

At this time, the Company has not identified any risk of loss of income to the most vulnerable families that results from any measure taken to eliminate the use of forced labour or child labour in its activities and supply chains.

- (f) the training provided to employees on forced labour and child labour:

The Company has not yet developed a training plan to address forced labour and child labour in the supply chains awareness for employees.

- (g) how the entity assesses its effectiveness in ensuring that forced labour and child labour are not being used in its business and supply chains:

The Company continues to assess its risks of forced labour and child labour being used in its business and supply chains and will develop an appropriate mitigation plan once the analysis is completed.

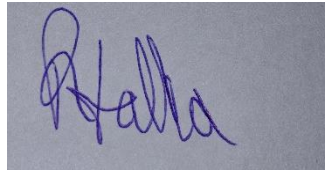
Attestation of the Report

The undersigned hereby certifies that:

- (1) The undersigned is a director and/or senior officer of the Entity and has been duly authorized by a resolution of the board of directors of the Entity, dated May 31, 2024, to sign this attestation of the Report.
- (2) The Report was approved, pursuant to section 11(4)(b)(ii) of the *Act*, by a resolution of the board of the directors of the Entity, dated May 29, 2024.
- (3) Based on the knowledge of the undersigned, and having exercised reasonable diligence, the undersigned confirms that the information in the Report is true, accurate and complete in all material respects.

Dated May 29, 2024.

Richard P Halka _____
Name of Director or Senior Officer



Signature

____ Chief Financial Officer ____
Official Capacity