



LITHIUM AFRICA

Searching for Low-Cost, Marquee Hardrock in Africa

Investor Presentation

Lithium Africa Partnership



The Li Market Today

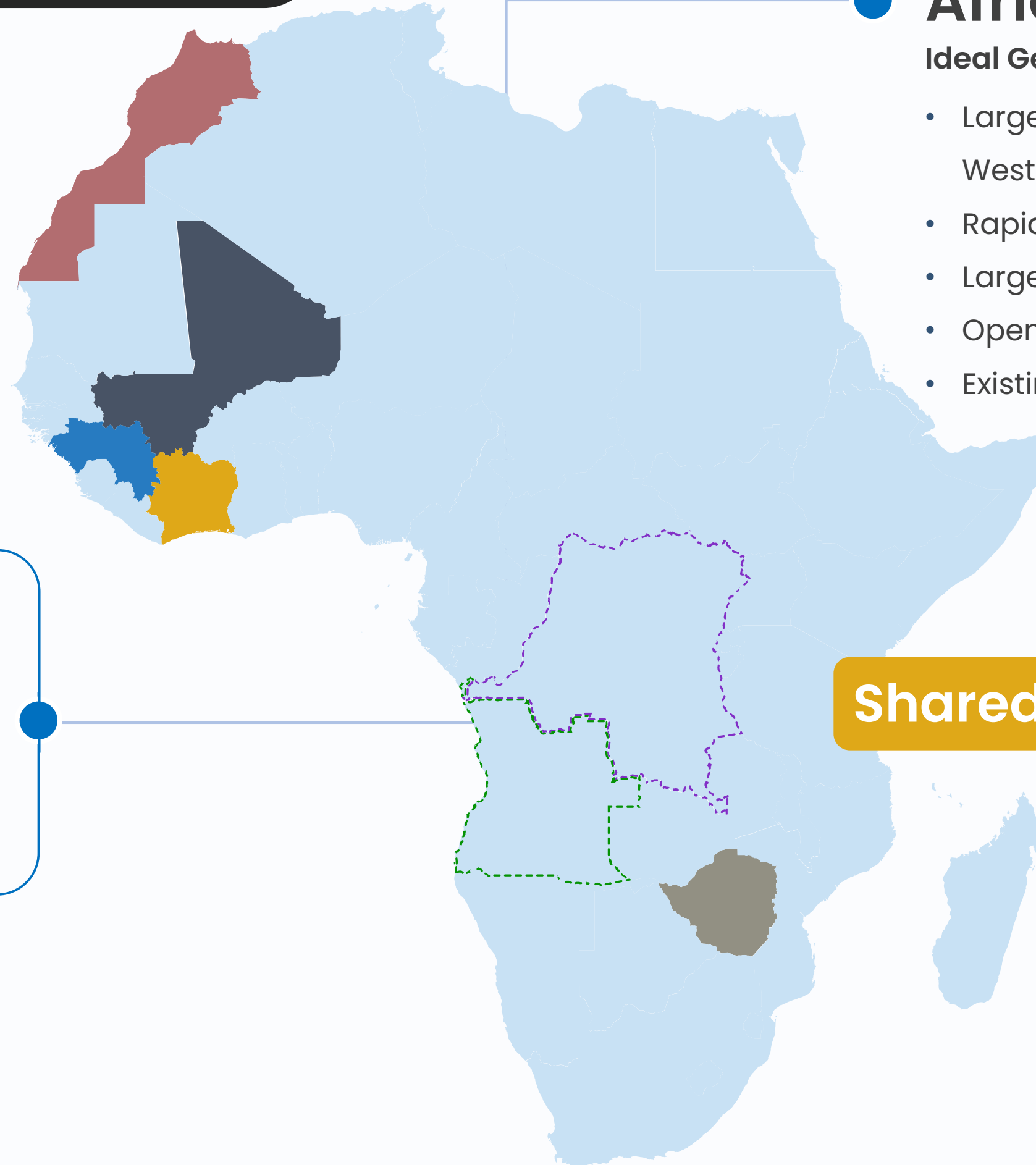
- Volatile commodity price & Long-term need to grow supply
- Opportunity to advance the right kind of supply (high-quality spodumene)
- Market needs economic resources not high-risk/cost western supply



Exploration & Africa Experts

GanfengLithium

Extraction / Production
and Lithium Expertise



Africa

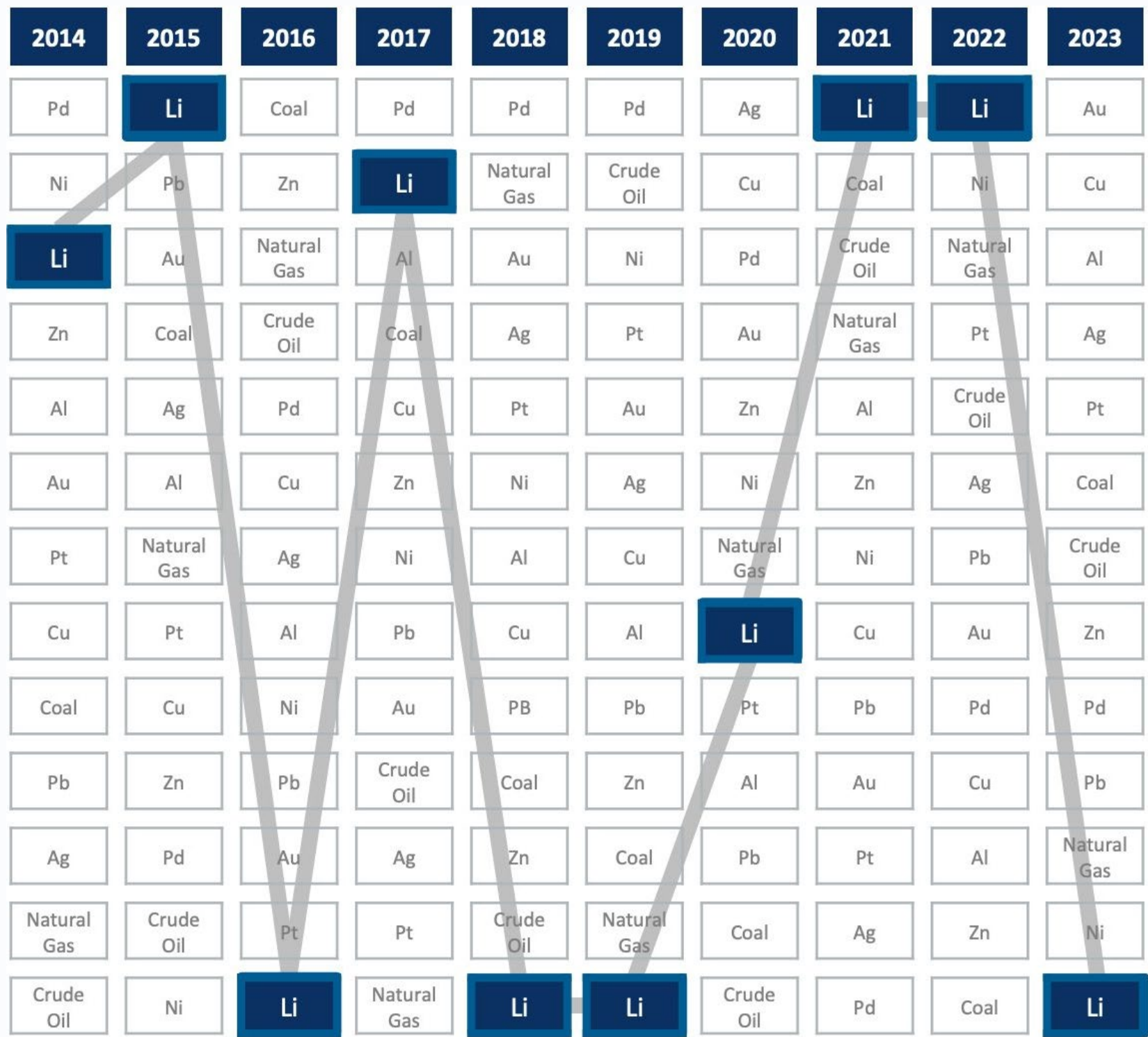
Ideal Geology & Production History

- Large LCT pegmatite fields analogous to West Aus/Canada/Brazil
- Rapid permitting and development times
- Large colonial Geochem database
- Open to foreign investment
- Existing exploration & mining culture

Shared Long-Term Vision

Targeting High Margin, High Return assets in a volatile sector

Figure 1: Annual Returns By Commodity
Immature market, volatile pricing creates risk and opportunity



Source: Periodic Table of Commodities Returns, US Global Investors, January 5, 2024

Two Paths To Grow

1. Western Clays/DLE

Thacker Pass, Nevada
(LAC:TSX)

Production: 40 Ktpa

Capital: ~US\$3 B

IRR: 22%

Start: 2027

Operating Cost: \$6,745/t LCE



2. High-quality Spodumene

Goulamina, Mali
(LLL:ASX)

Production: 23 Ktpa LCE

Capital: ~US\$0.26 B

IRR: 98%

Start: 2024

Operating Cost: \$312/t SC



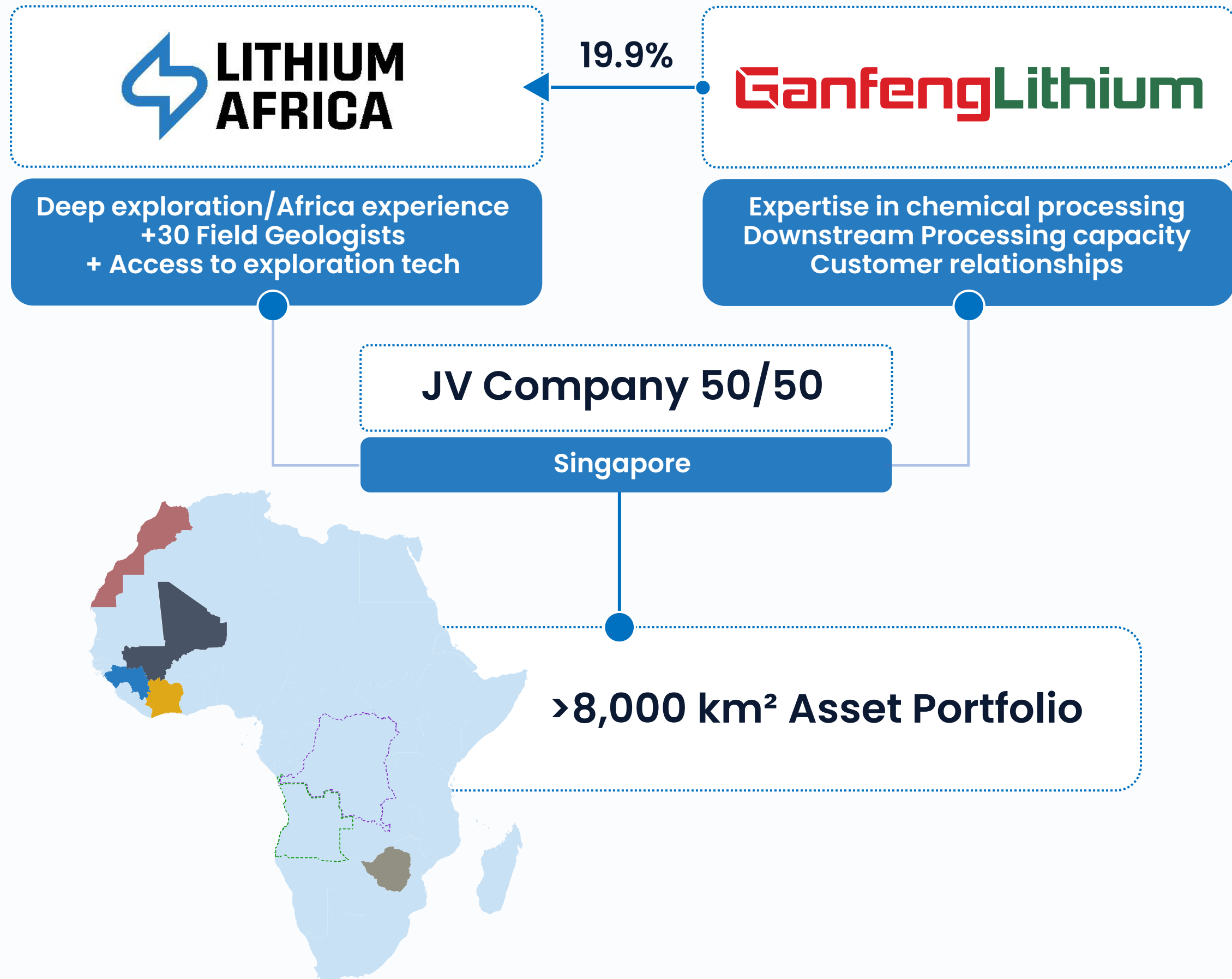
Lithium Africa Partnership



50/50 partnership with Ganfeng
established in 2023

Overview & Mission

- Jointly acquire, explore and develop lithium projects in Africa
- LAR has no ambitions to be a miner or chemical producer
- LAR has exceptional network and geological expertise across several countries
- LAR can be leveraged as Ganfeng's exploration partner
- **LAR retains 50% offtake right and flexibility for any transfer/sale of its interests in exploration assets**
- Objective to build the leading lithium exploration company in Africa to systematically explore and identify new lithium deposits



Ganfeng as a Partner



GanfengLithium

One of the largest producers of lithium chemicals globally



Expands offtake relationship

GF takes ~310kt in 2024 to 2026
Signs unique downstream JV
allowing Pilbara exposure to further down value chain

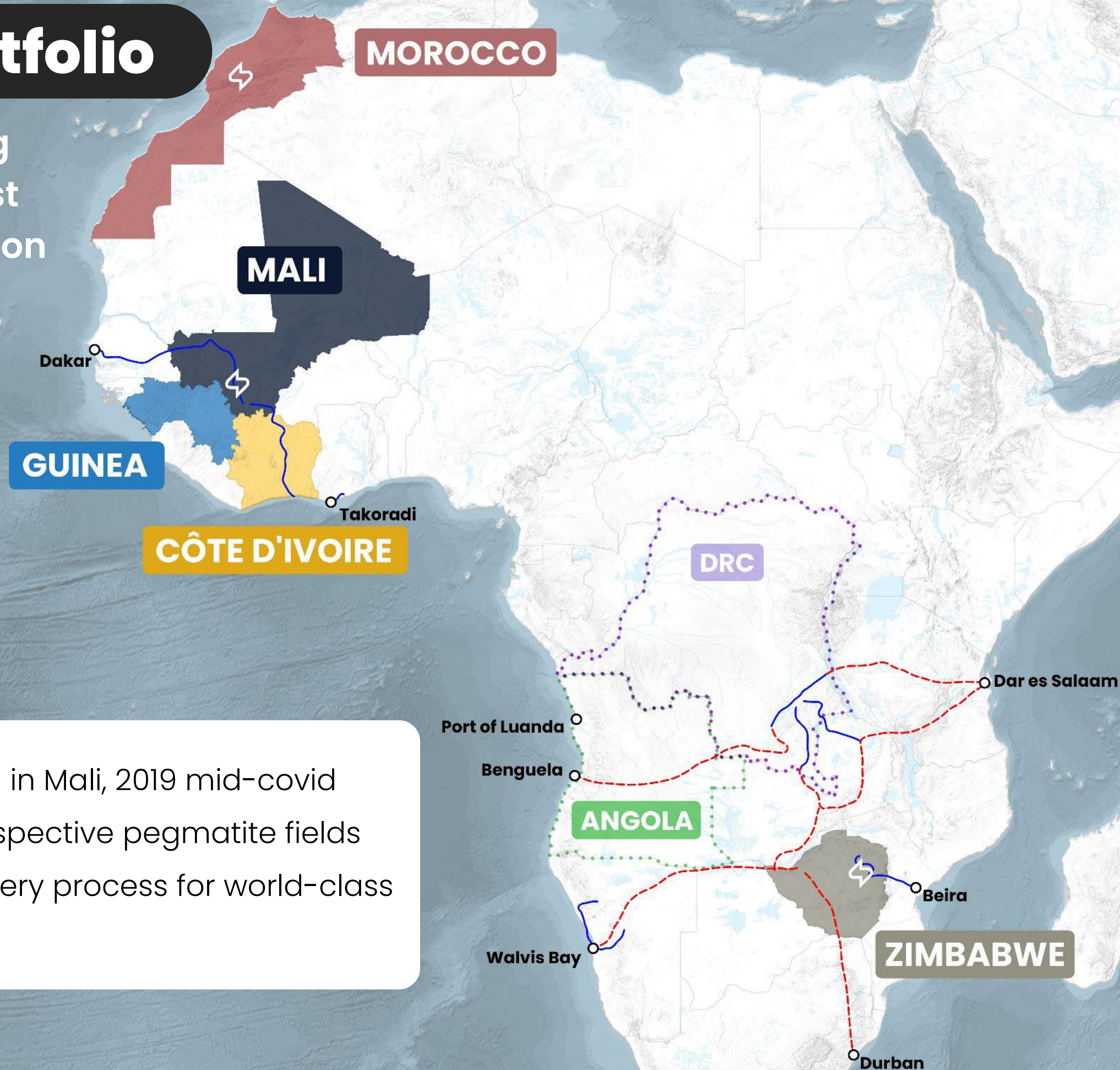
Key customers:



Expansive Portfolio

Lithium Africa Is Building
A Portfolio Of The Highest
Quality Lithium Projects on
the Continent

- Started assembling ground in Mali, 2019 mid-covid
- Are now active in most prospective pegmatite fields
- Fast-track ranking & discovery process for world-class lithium **deposits**





Geology

Tyron Breytenbach P.Geo *CEO*

Tyron spent a decade in the mining industry as a geologist (specialized in resource estimation at **Detour Gold**) and then moved into international equity analysis at **Cormark Securities** & Stifel Canada.

Coulibaly Mamadou *Exec Director*

Mamadou is a geologist with 12 years experiences in mineral exploration. Mr. Coulibaly started work with **Randgold** Mr. Coulibaly has worked with several professionals from various academic institutions including Kingston University and the University of Western Australia. Mr. Coulibaly has extensive knowledge and experience of the geology of the West African Birrimian.

Ben Gelber P.Geo *VP Exploration*

Mr. Gelber is a geologist with >19 years experience specializing in gold and lithium systems. He currently serves as VP Exploration and Director of Gold Line Resources and was previously with **Barrick Gold Corporation** as Exploration Manager, Guyana. Prior to Barrick, Benjamin held the positions of Generative Exploration Manager, with Galiano Gold Inc.

Dr. Jeroen van Duijvenbode *Development Geologist*

Jeroen, a Ph.D. in geometallurgy, established his reputation through geochemical and mineralogical material fingerprinting research. He currently specializes in lithium pegmatite exploration targeting, GIS data compilation, programming, and geochemical data interpretation

Dr. Tom Benson *Advisor*

Tom is a **Stanford** Ph.D. volcanologist who leads global exploration at **Lithium Americas**. Tom is a widely respected authority on caldera-related lithium resources across the industry

Finance/M&A

Carl Esprey *Executive Chair*

Carl's long and varied career within the natural resource investment and development sector began at Deloitte before he moved to **BHP Billiton** as an M&A analyst. Carl moved into equity investment as a fund manager at **GLG Partners** in London in 2008, focused on natural resources investments. Carl is also the founder/chairman of a Portugal headquartered legal cannabis business, director of London listed Contango Holdings Plc and CEO of Waraba Gold Limited, a CSE, Frankfurt and OTC exploration company. Carl established Lithium Africa Resources Corp. in 2021 and since that time has used his experience and network to secure a wide range of prospective lithium assets across Africa.

Jamie Robinson *CFO*

Mr Robinson is qualified as a Chartered Accountant while working at Deloitte, Vancouver before beginning his career consulting as CFO to a variety of Mining Companies.

Chris O'Connor *General Counsel*

Chris is an English qualified lawyer with over 19 years of private practice & in-house experience, focused on capital markets, corporate finance and M&A transactions in emerging markets throughout Africa, Eastern Europe and the CIS.

Lithium & Downstream

Roy Zhang *Advisor*

Roy has nearly 10 years of experience in investment, M&A, and corporate development and is experienced and knowledgeable in lithium trading via his role at **Gangfeng**.

Alec Meikle *Advisor*

Alec manages financing and strategic partnership efforts for **Lithium Americas**, with previous experience as a base metals and lithium equity research analyst.

Toluwalase Seriki *Non-Executive Director*

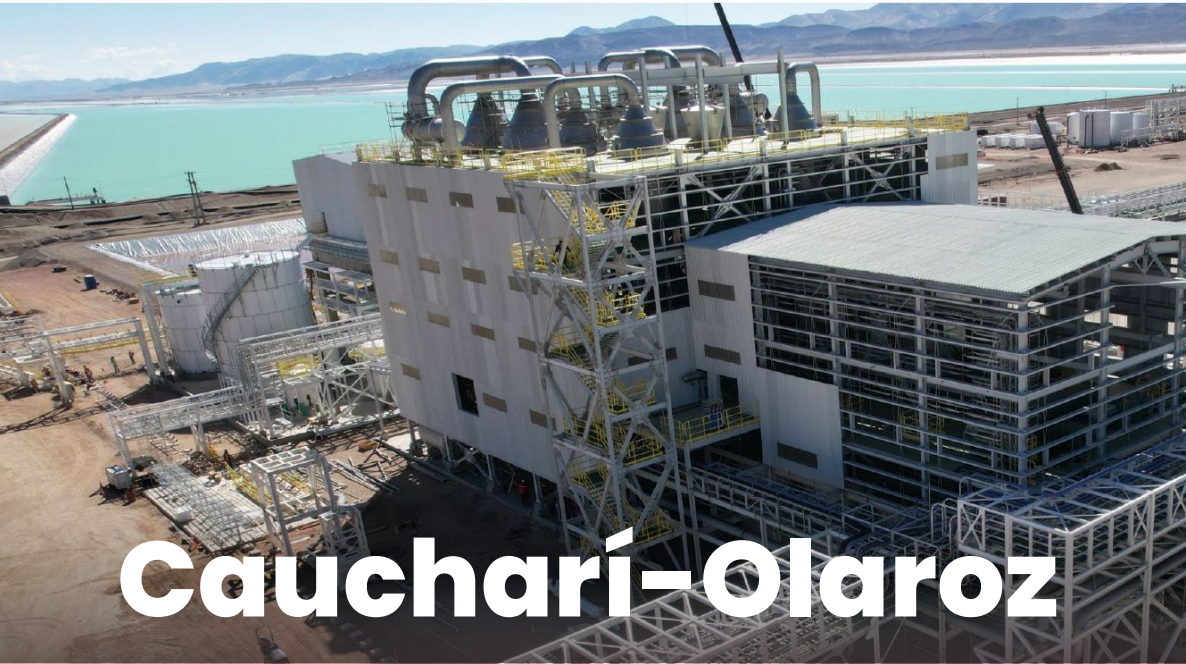
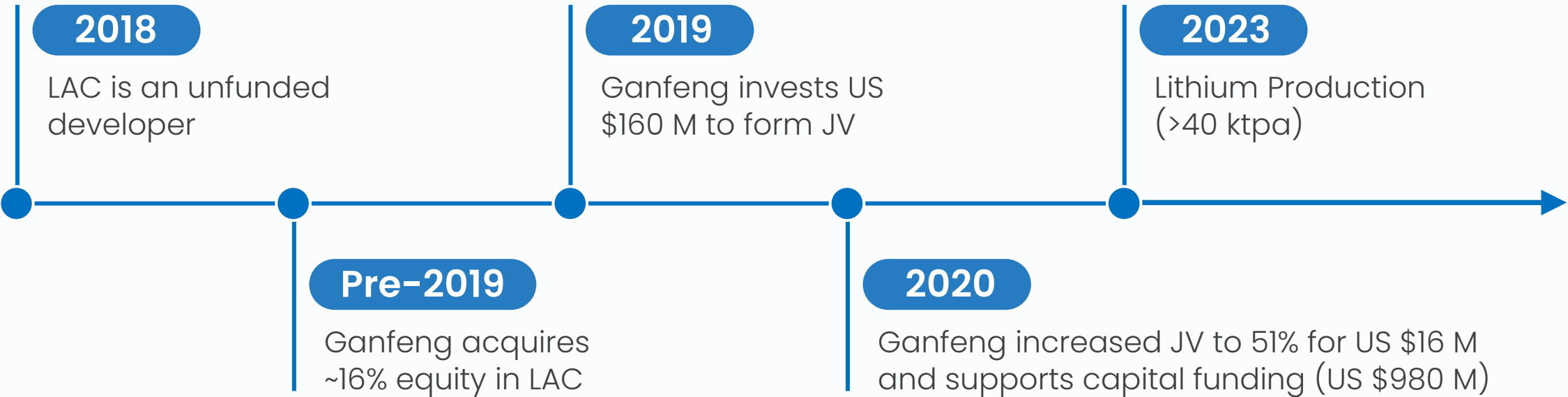
Tolu is currently the Head of Business Development in Ganfeng Lithium's Africa division. He has 4 years of experience in the industry and began his journey by establishing an exploration company in Nigeria. He has a Bachelor's degree in Economics and Philosophy from the University College, London and is completing an MSc in Energy Studies at the University of Dundee. Prior to Ganfeng, he performed corporate development roles at FMDQ Group PLC and Manchester United Football Club Limited.

Case Study – LAAC

LithiumArgentina

GanfengLithium

Benefits to LAC/LAAC: Aligned capital & downstream expertise to successfully transition to producer



Benefits to Ganfeng: Assess & consolidate regional targets at competitive valuation

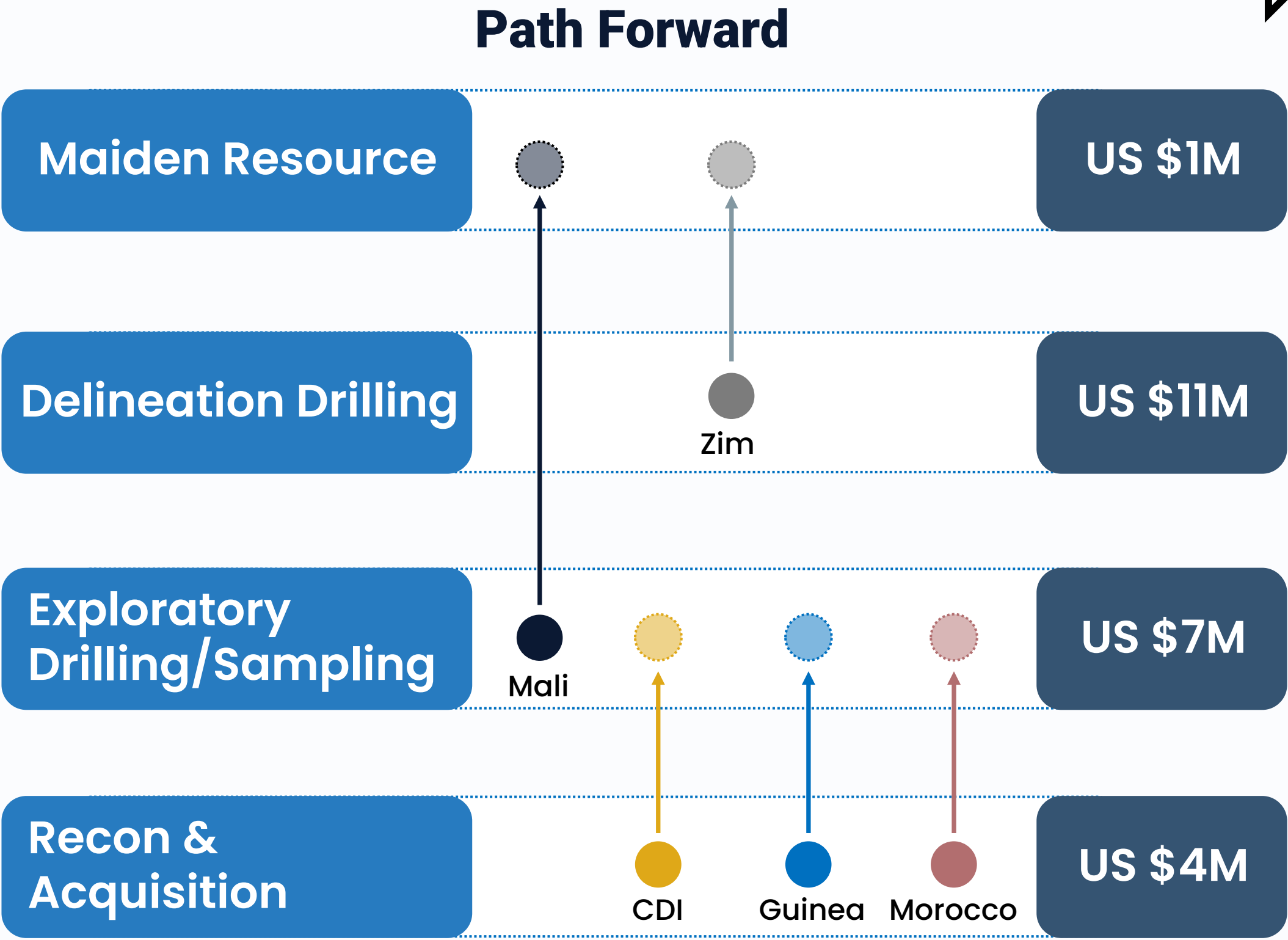
	 ↓ 	 ↓ 	 ↓ 	 ↓ 	 ↓ 
Assets	Multiple Operations	Sal de la Puna	Pozuelos-Pastos Grandes	Rincon	Pastos Grandes
Announcement Date	May 2023	December 2022	December 2022	December 2022	December 2022
Acquisition Value	~US \$4.2 bn	~US \$227 mm	~US \$227 mm	~US \$227 mm	~US \$227 mm

LAC/LAAC featured prominently in Ganfeng’s regional consolidation theme during race for assets in 2021-2023

Capital Structure



Shares Outstanding	1.50M
Current Share Price	\$28.0
Implied Mkt Cap	\$42.0M
Cash at JV Level	>\$12.0M
Total Equity Capital Raised	\$16.0M
Total Ganfeng JV Contribution	\$12.0M
*\$ in USD	



Early support from long-term capital. Tight structure.
Well funded—for ambitious exploration of the continent.

Lithium Demand

Future Lithium Demand by 2023

2.00 mt

0.22 mt

High probability of deficit if supply is not achieved in level 2 or 3 scenarios by 2030

To Meet the World's Lithium Demand

- Lithium supply needs to increase by 2,500% by 2050 to meet demand
- 74 new lithium mines are needed by 2035

Policy Targets

- European Union: No fossil fuel vehicle sales by 2050
- China: 100% new energy vehicle sales by 2060

Future Mine Capacities & their Outputs (Supply)

1.15 mt

LEVEL 1 SCENARIO

Possible by 2025

0.63 mt

LEVEL 2 SCENARIO

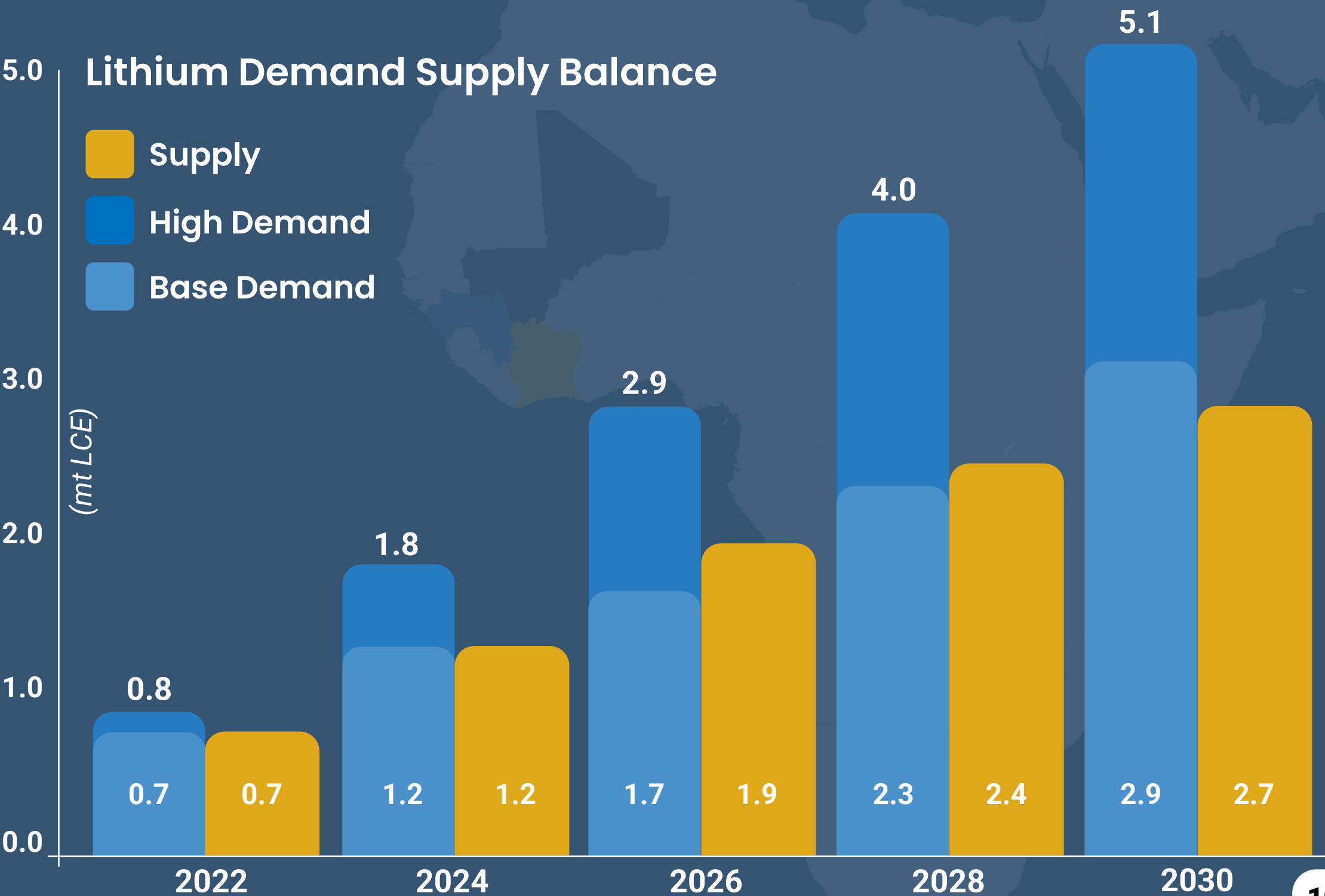
Possible by 2025-30

0.57 mt

LEVEL 3 SCENARIO

Possible after 2030

Lithium Demand Supply Balance



Exploration In Africa

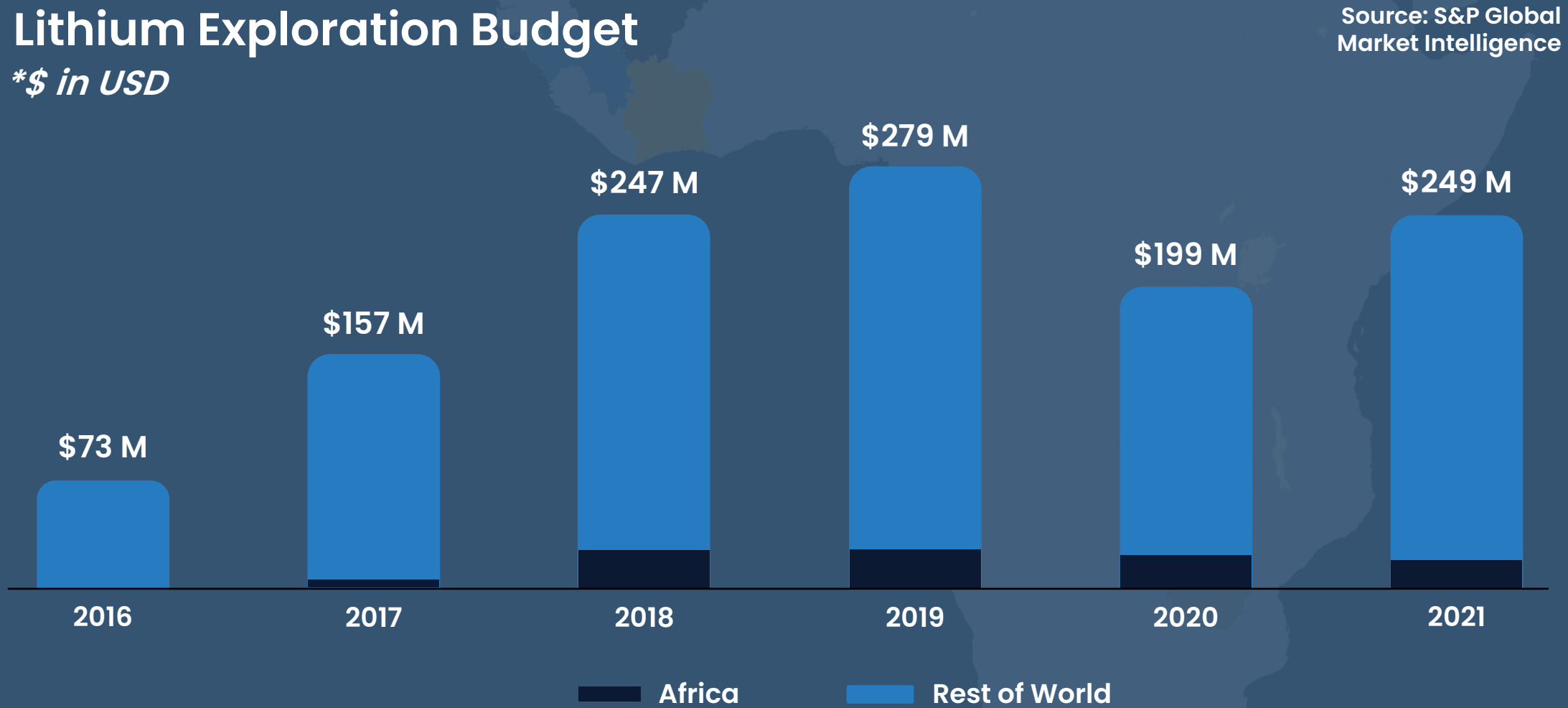
Investment In Lithium Exploration Has Been Minimal – Especially In Africa

Exploration focus has been on pegmatites (ex-tantalum mines) in **Australia** and large lithium salars in **South America**

Globally, there are a limited number of **large** scale, undeveloped **lithium** deposits

Greenstone belts across **Africa** present an attractive jurisdiction for new investment

Lithium Exploration Budget
*\$ in USD



2021 Overview

\$17M
spent on exploration in Africa
(7% of global spend)

10%
spent (\$25M) on
grassroot exploration

5
projects in Africa with over \$1M
in exploration budgets

>80%
spent in Argentina, USA, Serbia,
Australia, Chile & Canada

Africa's Speed Advantage

Case Study: Burkina Faso's Gold Sector

2007

1

- 1 Mechanized Gold Mine
- Abundant artisanal activity

Rate of 1.3 new mines per annum

2019

16

- 16 Mechanized gold mines
- Gold exports increased by 800%
- Benefits to trade surplus, GDP and safety/training

- | | |
|-------------|-----------|
| 1. Yaramoko | Fortuna |
| 2. Essakane | IAMGOLD |
| 3. Bomboré | Orezone |
| 4. Yaramoko | RoxGold |
| 5. Mana | Semafo |
| 6. Hounde | Endeavour |
| 7. Karma | Endeavour |
| 8. Youga | Endeavour |
| 9. Kiaka | B2gold |

Burkina Faso

Lithium Hardrock in Africa looks a lot like Gold space in 2007

Two new mines in Mali in 2024, Goulamina (Ganfeng) & Bougouni (Kodal)

Loulo-Gounkoto
Barrick

Fekola
B2gold

Goulamina
Leo Lithium

Bougouni
Kodal

Damang
Gold Fields

Tarkwa
Gold Fields

Africa's Potential

Africa hosts 3 of 5 largest Hardrock deposits globally

Strategy

Efficient Explorer Model

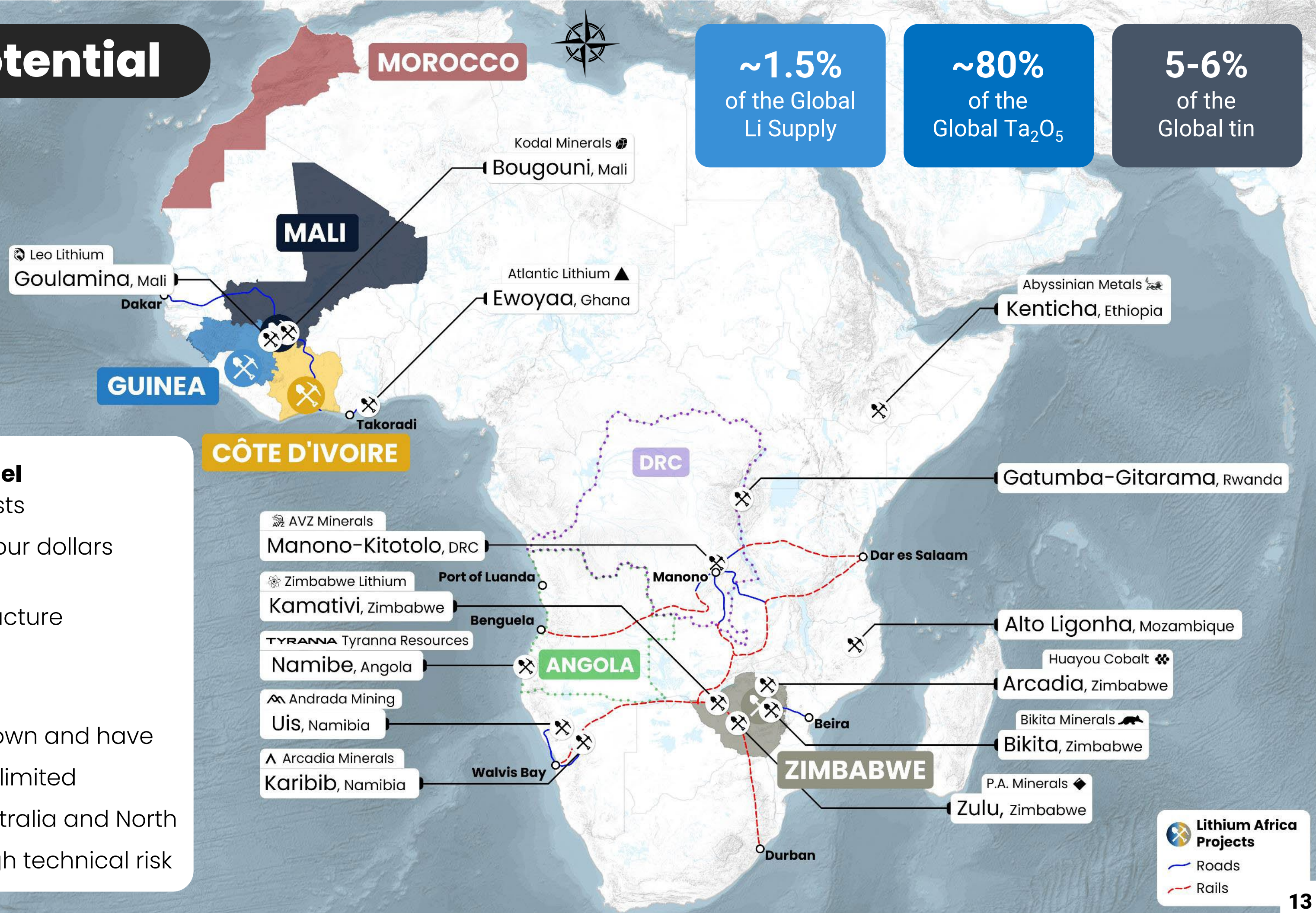
- Low exploration costs
- JV model doubles our dollars

Infrastructure

- Established Infrastructure in Key Jurisdictions

Limited Alternatives

- Large brines are known and have been consolidated, limited opportunities in Australia and North America without high technical risk



LAR Exploration System

- LAR is not a miner
- Acquire and explore at low cost
- Diversify asset base
- Leverage access to capital and data
- De-risk and then exit
- Reinvest & repeat

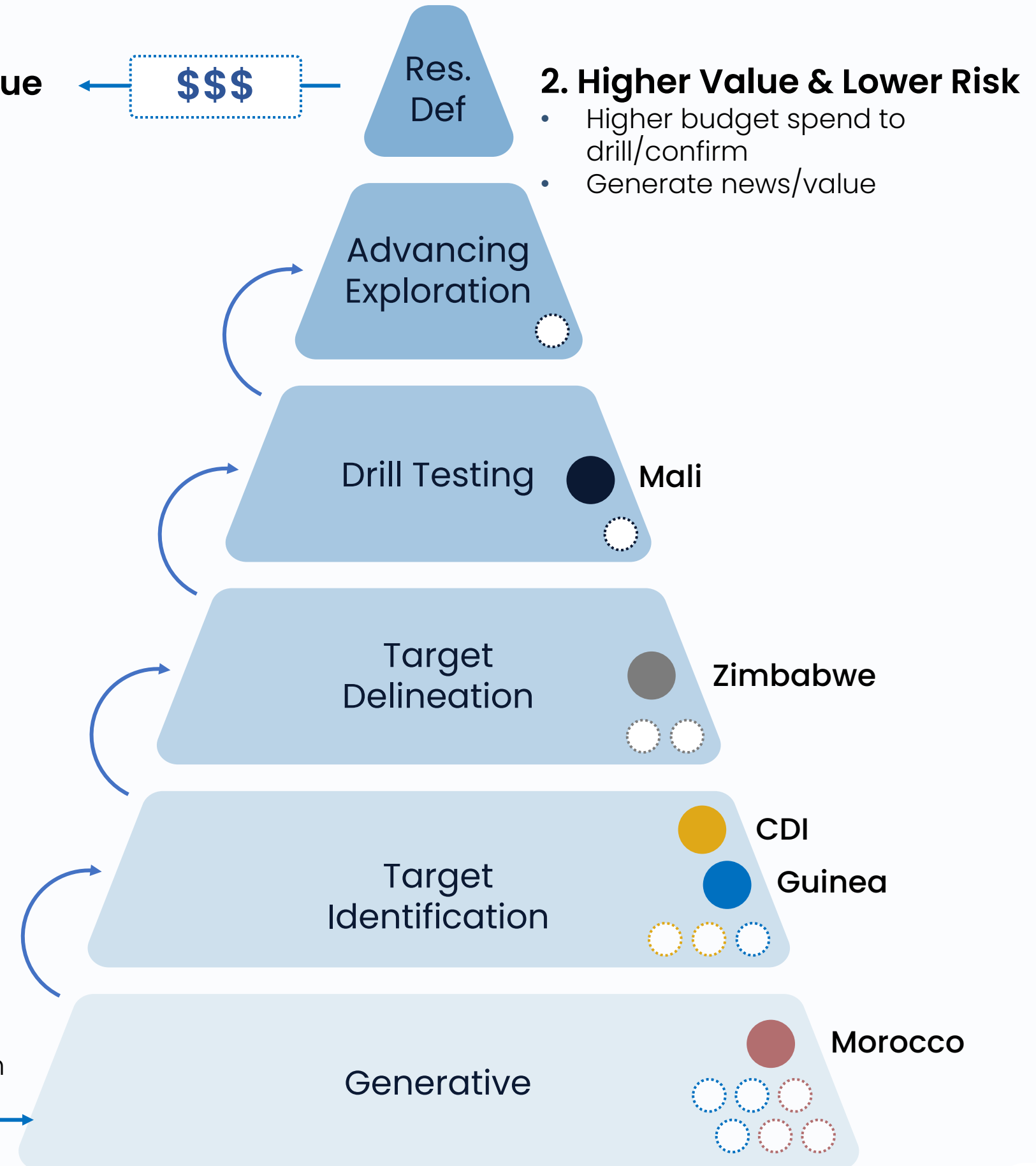
3. Exit at Highest Exploration Value

- Divest and Monetize
- Royalty or Sale or Carry

4. Reinvest & Dividend Out

1. Enter Low Value & Higher Risk

- Low-Cost Acquisition & De-Risking
- Maintain optionality and diversification
- Many low-cost projects



The Assets



MOROCCO

MALI

GUINEA

CÔTE D'IVOIRE

DRC

ANGOLA

ZIMBABWE

West Africa Portfolio

MALI

CÔTE D'IVOIRE

GUINEA

- West Africa is host to several new and emerging lithium pegmatite districts
- **Six projects** in Mali located in the established **Bougouni Basin**, host to the **Goulamina** and **Bougouni deposits**
- **Eight projects** located in the emerging districts of **Côte d'Ivoire** and **Guinea**



Mali Permits

Strategically Positioned Adjacent To The Largest Discoveries In West Africa



May 7 (Reuters) -Ganfeng Lithium Group Co Ltd 002460.SZ:

- SAYS UNIT PLANS TO BUY 40% STAKE IN MALI LITHIUM FOR \$342.7 MILLION FROM LEO LITHIUM LTD

Goulamina Leo Lithium

Current Mineral Resource >211 Mt at 1.27% Li₂O
& Ore Reserve of 52Mt at 1.51% Li₂O

Bougouni Kodal Minerals

Current Mineral Resource of 31.9Mt at 1.11% Li₂O.
11.6Mt at 1.13% Li₂O indicated & 9.7 Mt at 1.08% Li₂O inferred

Koumantou

- Continuation of all structural corridors controlling LCT pegmatite location
- Mapping and sampling have identified outcrops of **spodumene bearing pegmatites** along structural trends

Torakoura
65.5 km²

Soron
62 km²

N'gonzana
100 km²

Kologo
40 km²

Faraba First Lithium

Blakala First Lithium
1.9% Li₂O over 22m

Ngodiarala*
50 km²

Bougoula West*
40 km²

Lithium Africa Claims
 Kodal Minerals
 First Lithium
 Leo Lithium

- Contiguous to Leo Lithium's permit – 3km west of **Goulamina** in a similar geological and structural setting
- **N'Gonzana** and **Kologo** permits are located adjacent to **Kodal Minerals Bougouni** project to the west and south in similar geological and structural setting
- Multiple **Li** and **pathfinder anomalous zones** identified from historic soil sampling hosted within granites and metasediments

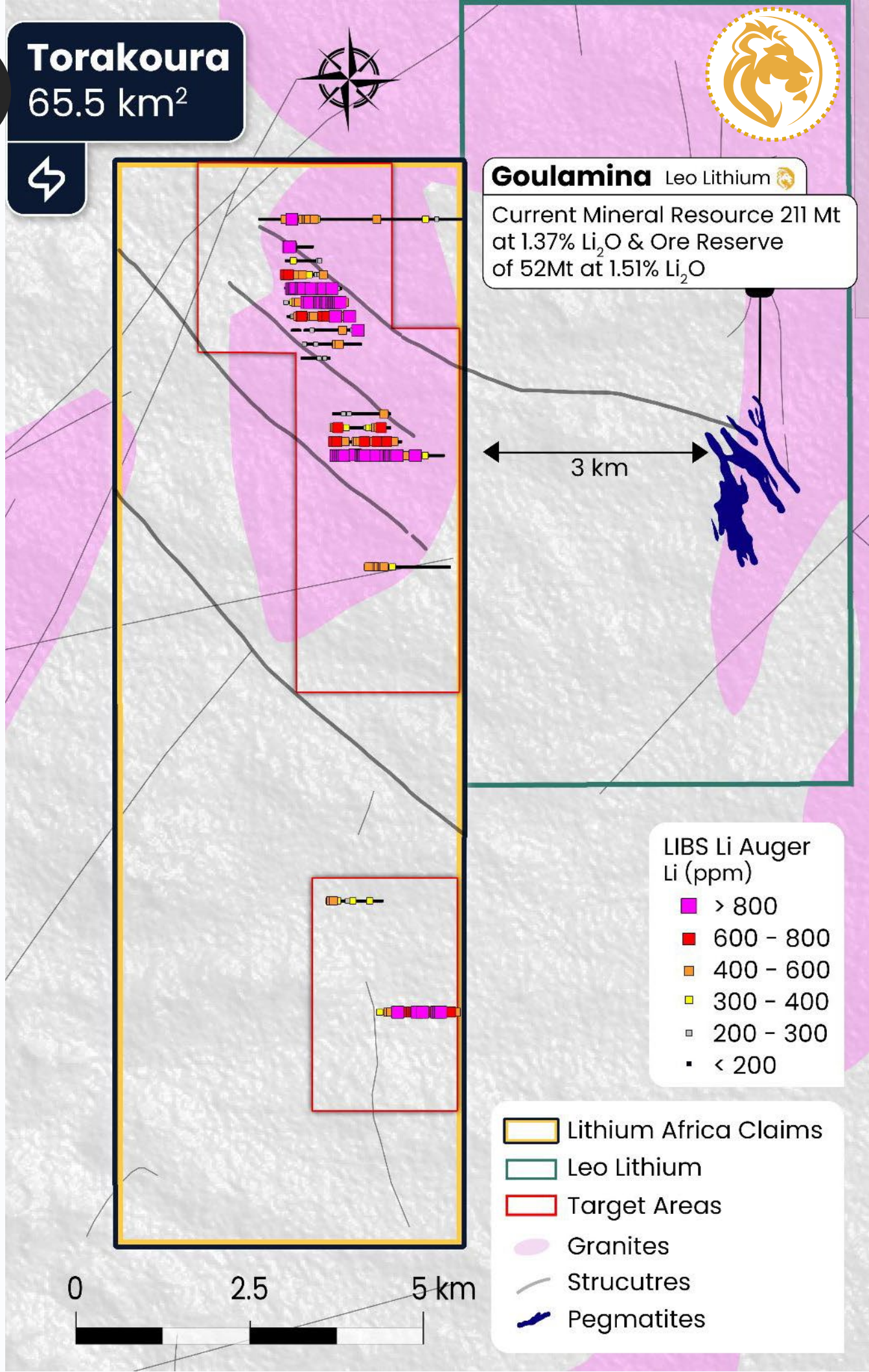
*Application in Process

0 20 40 km

Target 1: Torakoura

Our Deposit (“Torakoura”) is a potential Goulamina Analog

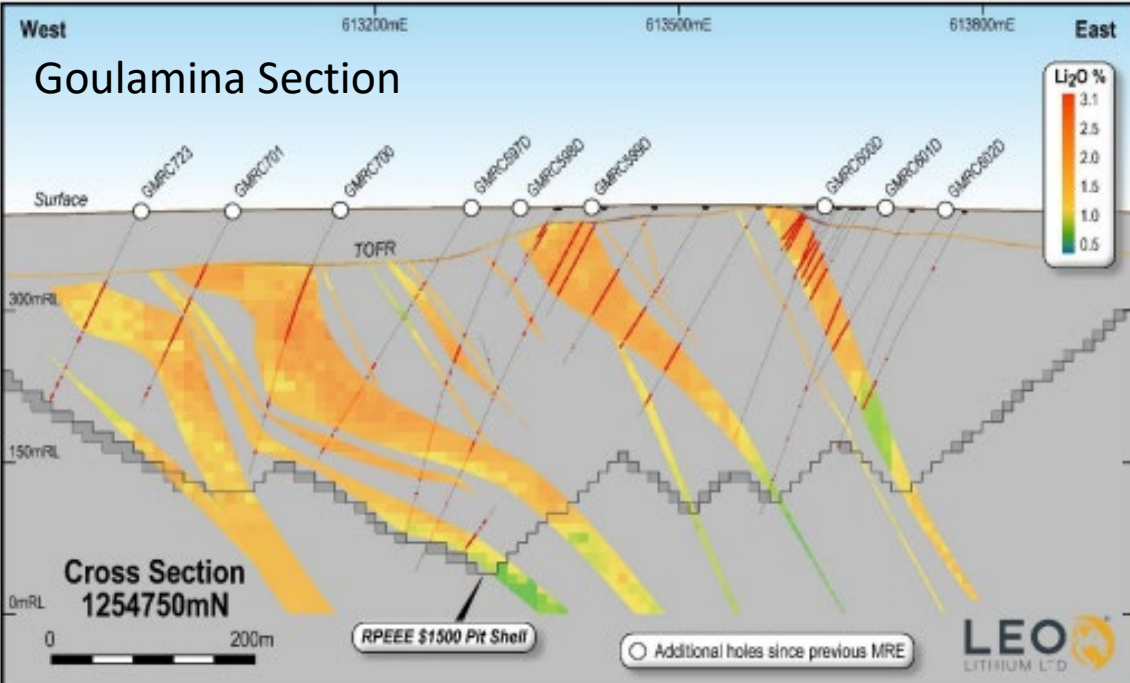
- ✓ Known pegmatite inside granitic host
- ✓ Intersection of regional structures
- ✓ Comparable surface soil anomaly
- ✓ Proximity to parental granite
- ✓ Drilling initiated January 2024



Significant Neighbour
Goulamina is a Top 4 Global Resource
Valued at ~US\$1B in May 2024 deal

- Large resource upgrade**
- Resource increased 68.7 Mt to 211 Mtl
 - Deposit open in many regions at depth along strike
 - Numerous, thick, high-grade, shallow pegmatites

- Upcoming work fronts:**
1. Reserve upgrade later in September
 2. Raising Stage 2 Capacity to 500 ktpa2
 3. Potential Stage 3 expansion

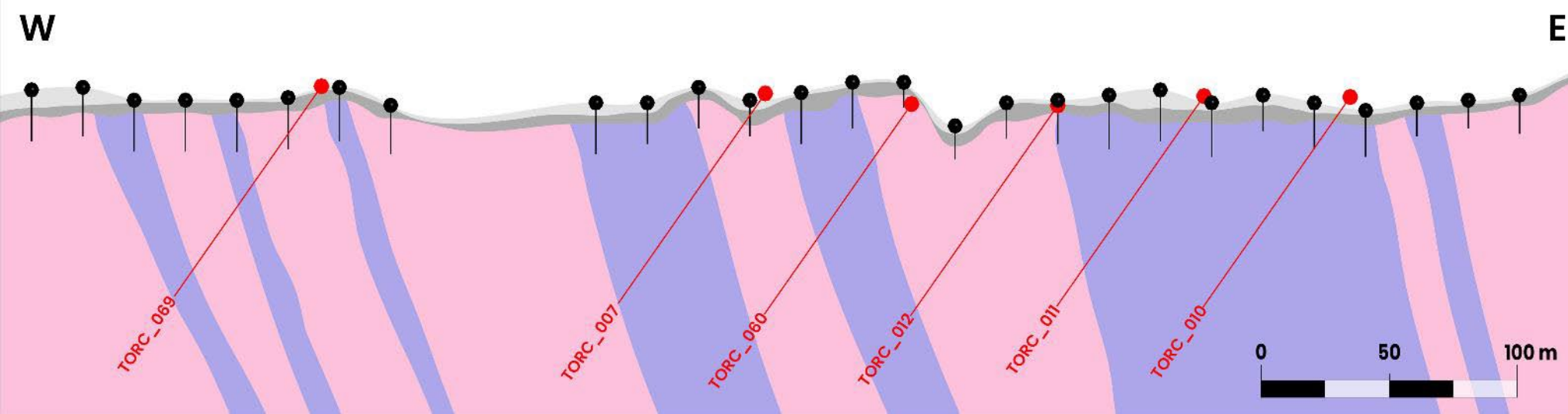


Torakoura Drill Program

Phase 1 Drilling Program

- Multiple intercepts of spodumene pegmatites identified in RC drilling
- Individual intercepts up to 12m wide in RC drilling
- Spodumene pegmatites encountered resembles that of Goulamina
- Drilling program is ongoing

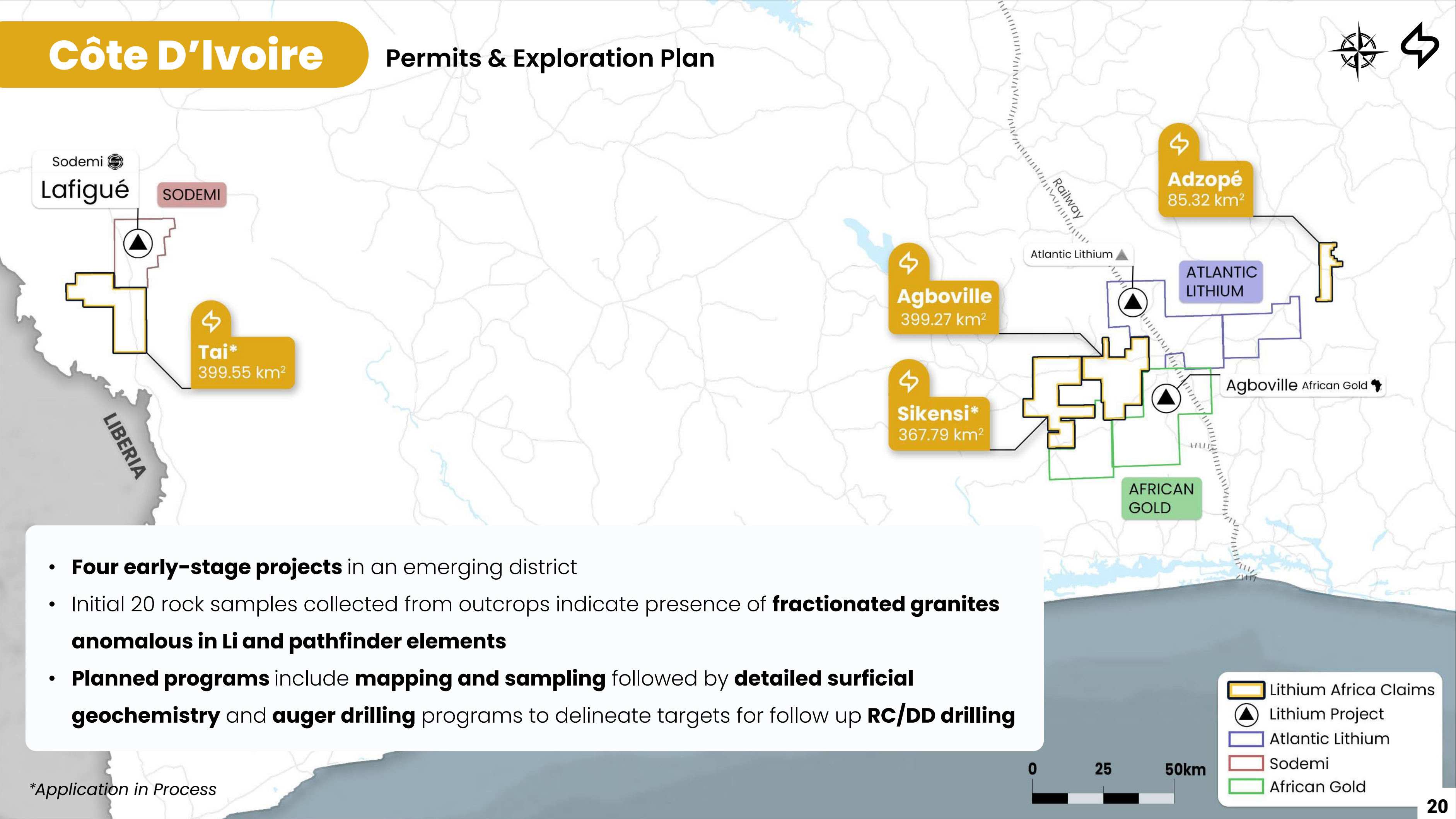
Torakoura Section 2 (Looking North)



- Auger Drilling
- Proposed RC Drilling
- Pegmatite
- Intrusive
- LAT
- MZ

Section 2

- Lithium Africa Claims
 - Roads
 - Proposed Drill Holes
- LIBS Li Auger**
- 0.10 - 0.26
 - 0.06 - 0.10
 - 0.05 - 0.06
 - 0.03 - 0.05



- **Four early-stage projects** in an emerging district
- Initial 20 rock samples collected from outcrops indicate presence of **fractionated granites anomalous in Li and pathfinder elements**
- **Planned programs** include **mapping and sampling** followed by **detailed surficial geochemistry** and **auger drilling** programs to delineate targets for follow up **RC/DD drilling**

*Application in Process



Adzopé permit

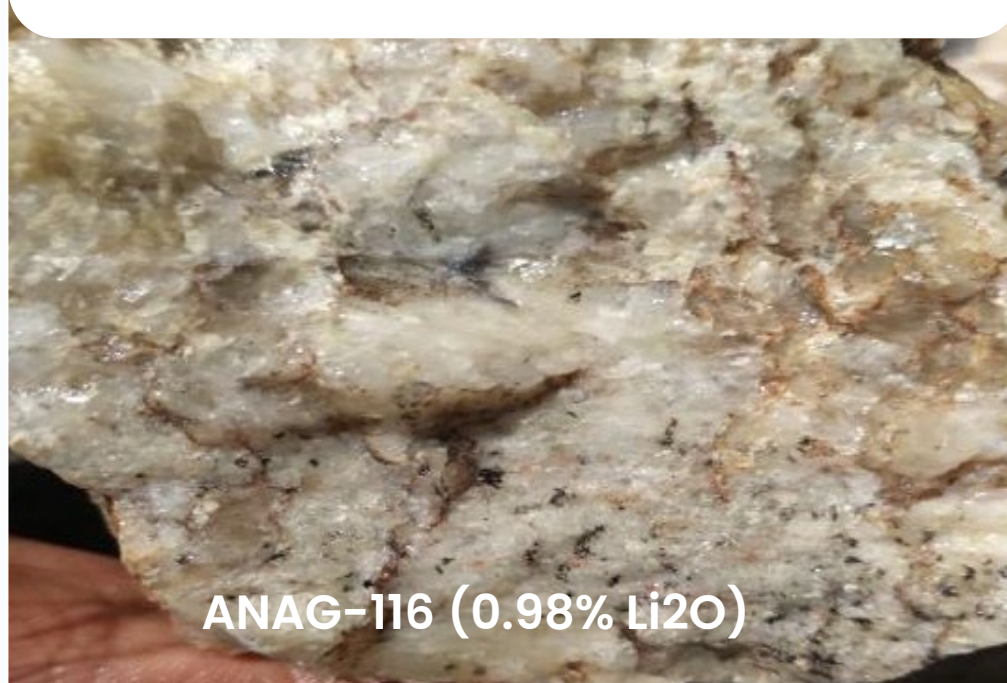
Completed field mapping and lithology sampling (175 samples)

Li anomalies up to 4570 ppm (0.98% Li_2O) and strong correlation with K/Rb

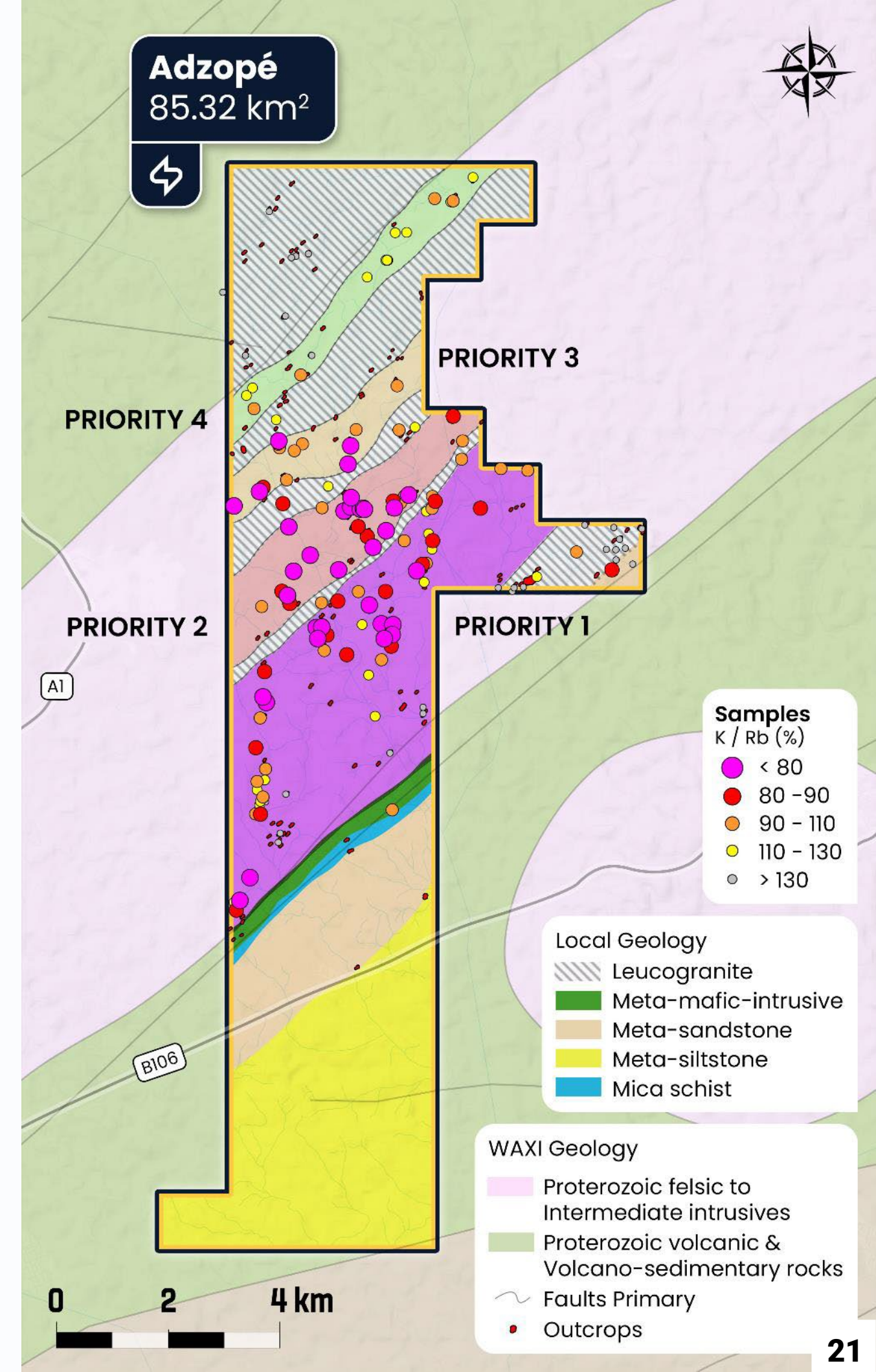
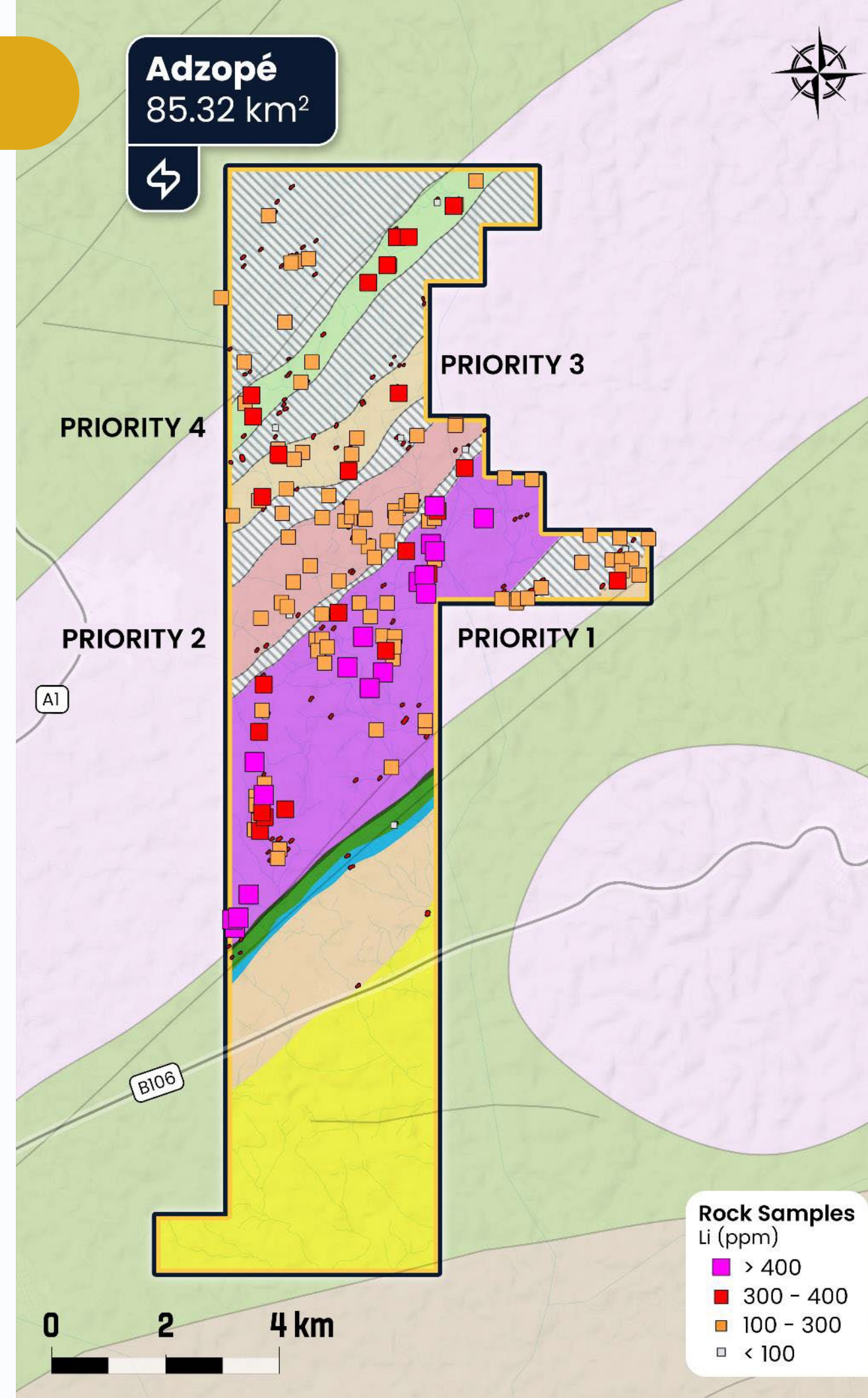
- Leucogranitic outcrops with muscovite \pm biotite

Follow-up auger drilling programs (~21,700 m) to delineate targets for follow-up

RC/DD drilling



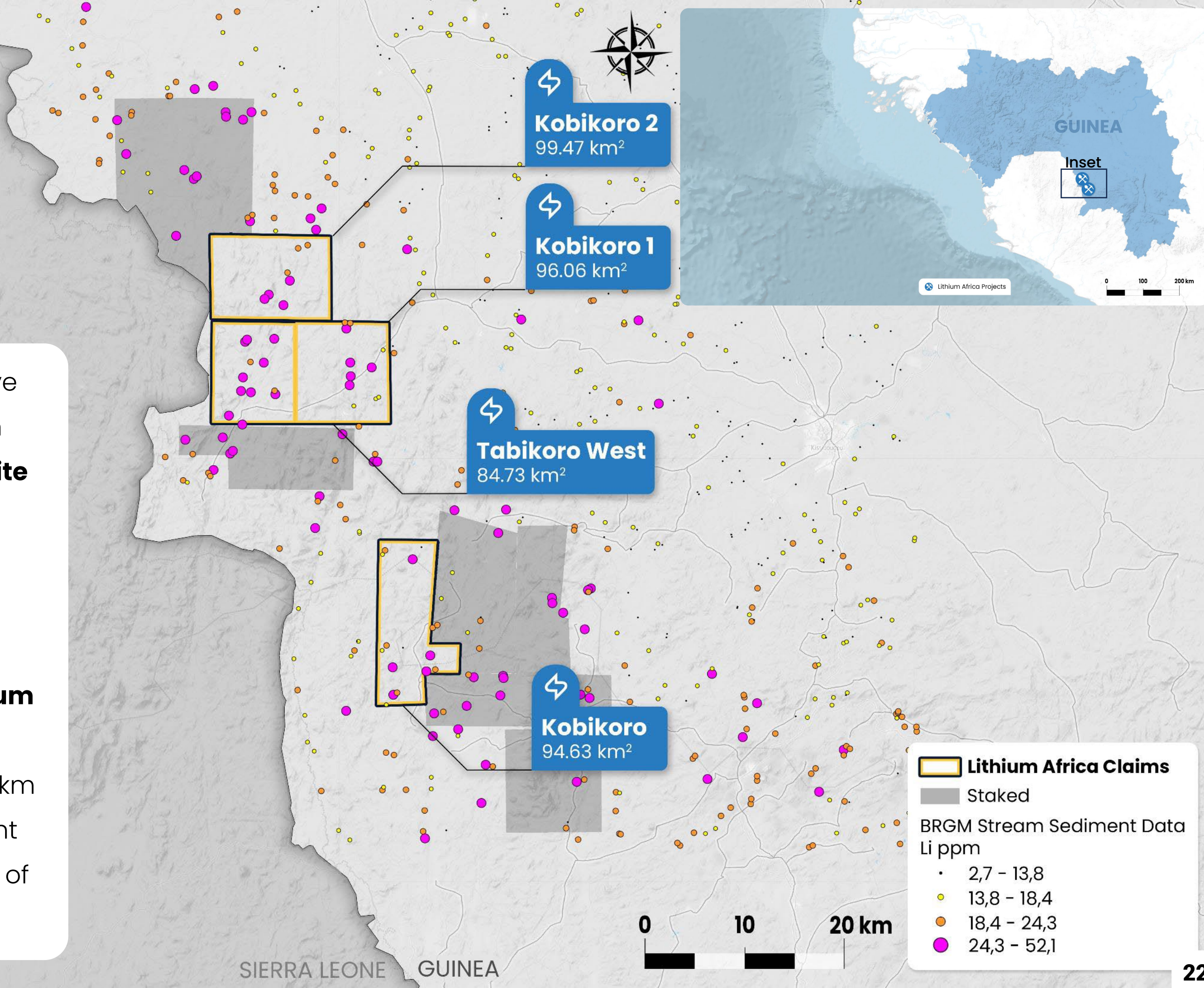
ANAG-116 (0.98% Li_2O)



Guinea

Early-stage exploration projects in an emerging district

- Four early-stage but very prospective lithium licenses (375 km²) located in the emerging **Kissidougou pegmatite** district, located in the **Archean Kinema-Man** domain
- Stream sediment geochemistry conducted by the BRGM highlighted multiple anomalous **lithium, tantalum and niobium trends**
- The **Kobikoro projects** contain a 20 km anomalous Li-Ta-Nb trend coincident with a structural corridor and region of fractionated granite intrusions



- **Three emerging Li districts** in under-explored belts where LAR will be the first to perform reconnaissance and drilling
- Completed mineral systems review and **targeted 6,000 km2 for acquisition.**
- **Multiple processing facilities are under development in Morocco**, the only country in Africa with a US trade agreement and notable existing vehicle production capacity

PR Newswire News Products Contact

News in Focus Business & Money Science & Tech Lifestyle & Health Policy & Public Interest People & Culture

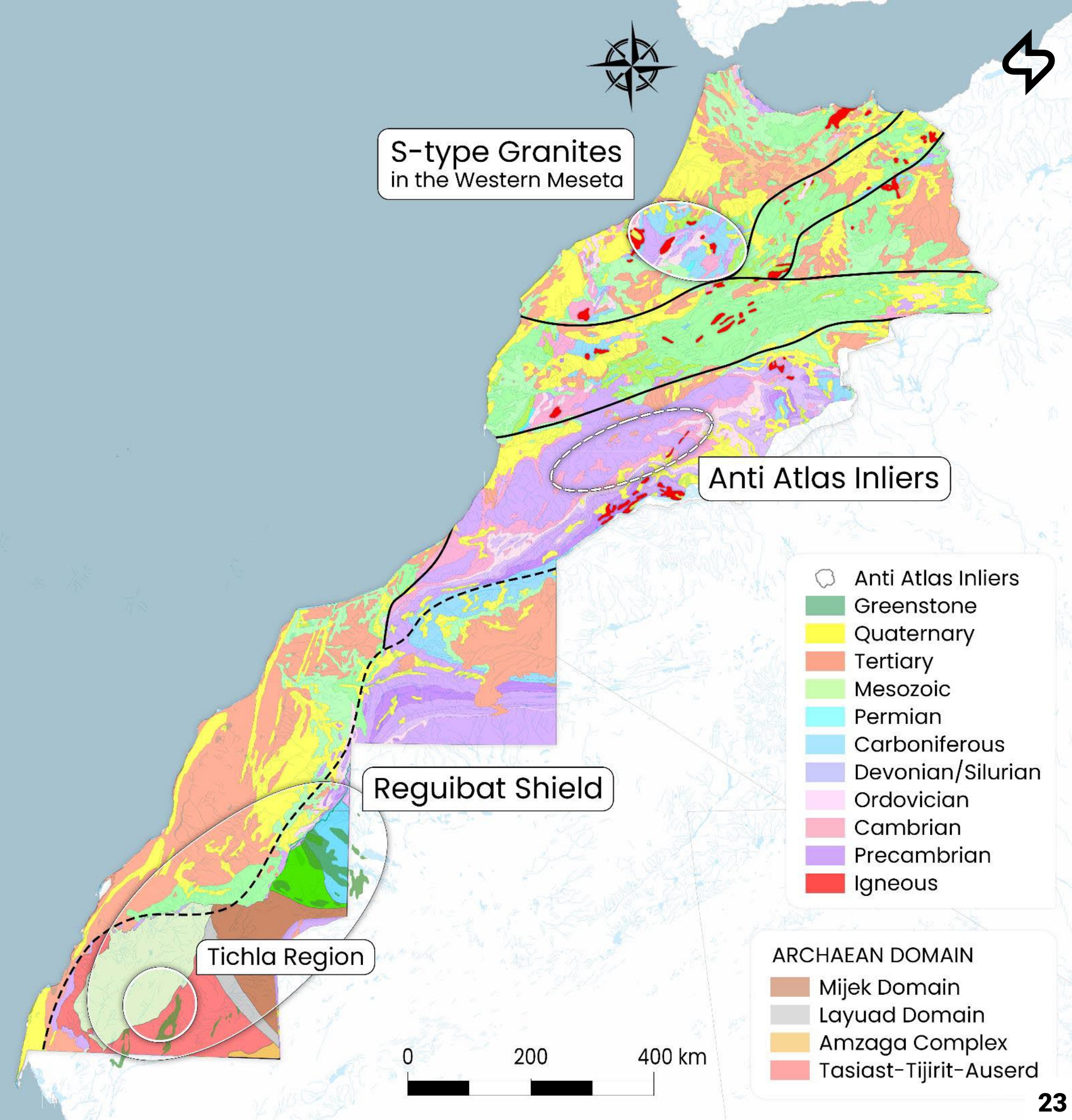
LG Chem to Build LFP Cathode Plant in Morocco

Economy

China's Tinci to Open Electric Vehicle Battery Plant in Morocco

Yahua Industrial Group and LG Energy Solution signed an agreement in April to produce lithium hydroxide in Morocco.

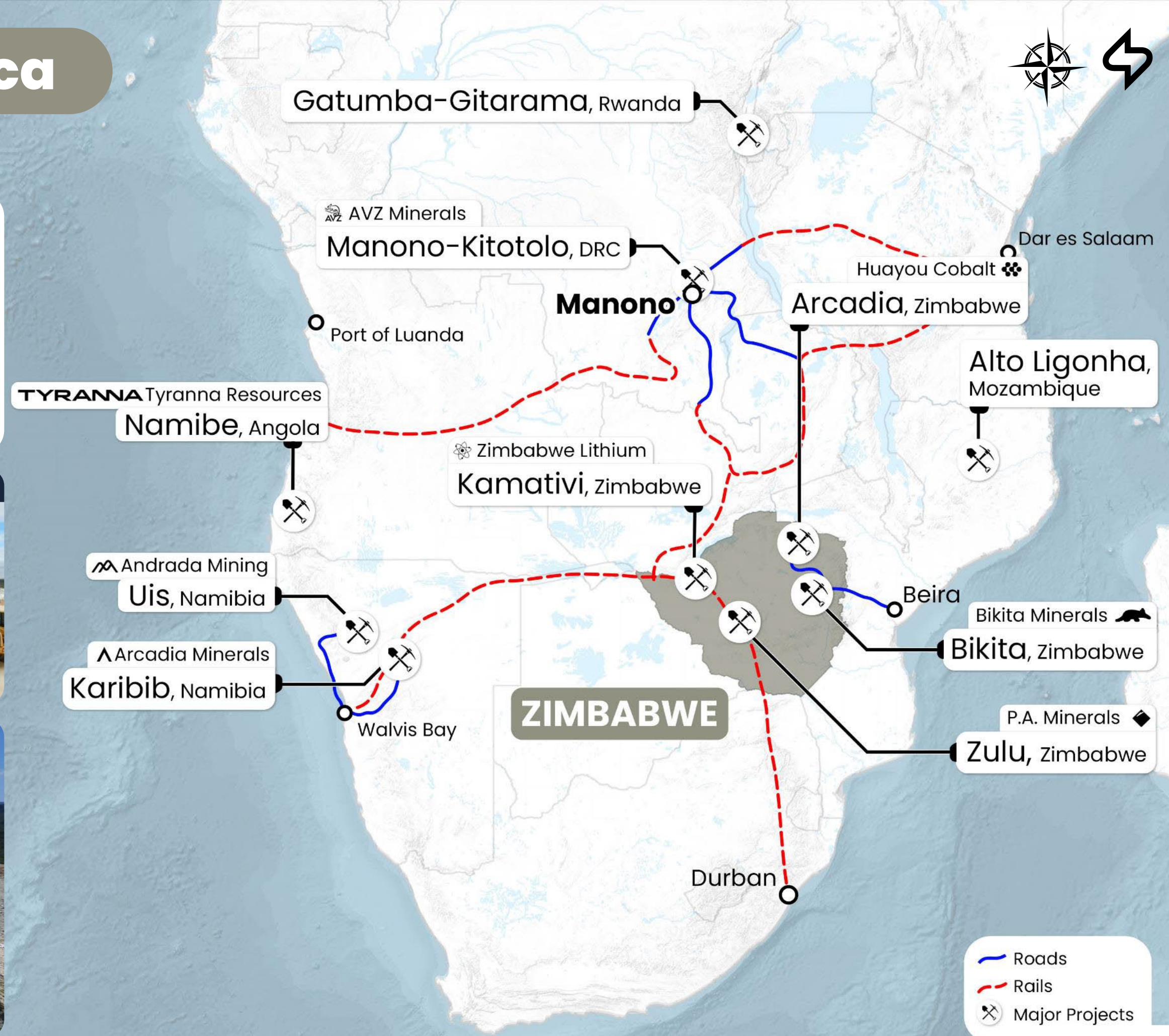
Abdellah Erraji June 28, 2023 7:12 p.m.



Southern & Central Africa

Host to Several LCT Pegmatite Regions

- **Southern and Central Africa** is host to several highly prospective **LCT Pegmatite** regions in **Zimbabwe, Tanzania, DRC** and **Namibia**
- **Arcadia, Bikita & Zulu mines** in **Zimbabwe** are currently producing lithium in the region



Zimbabwe

New Project Generation

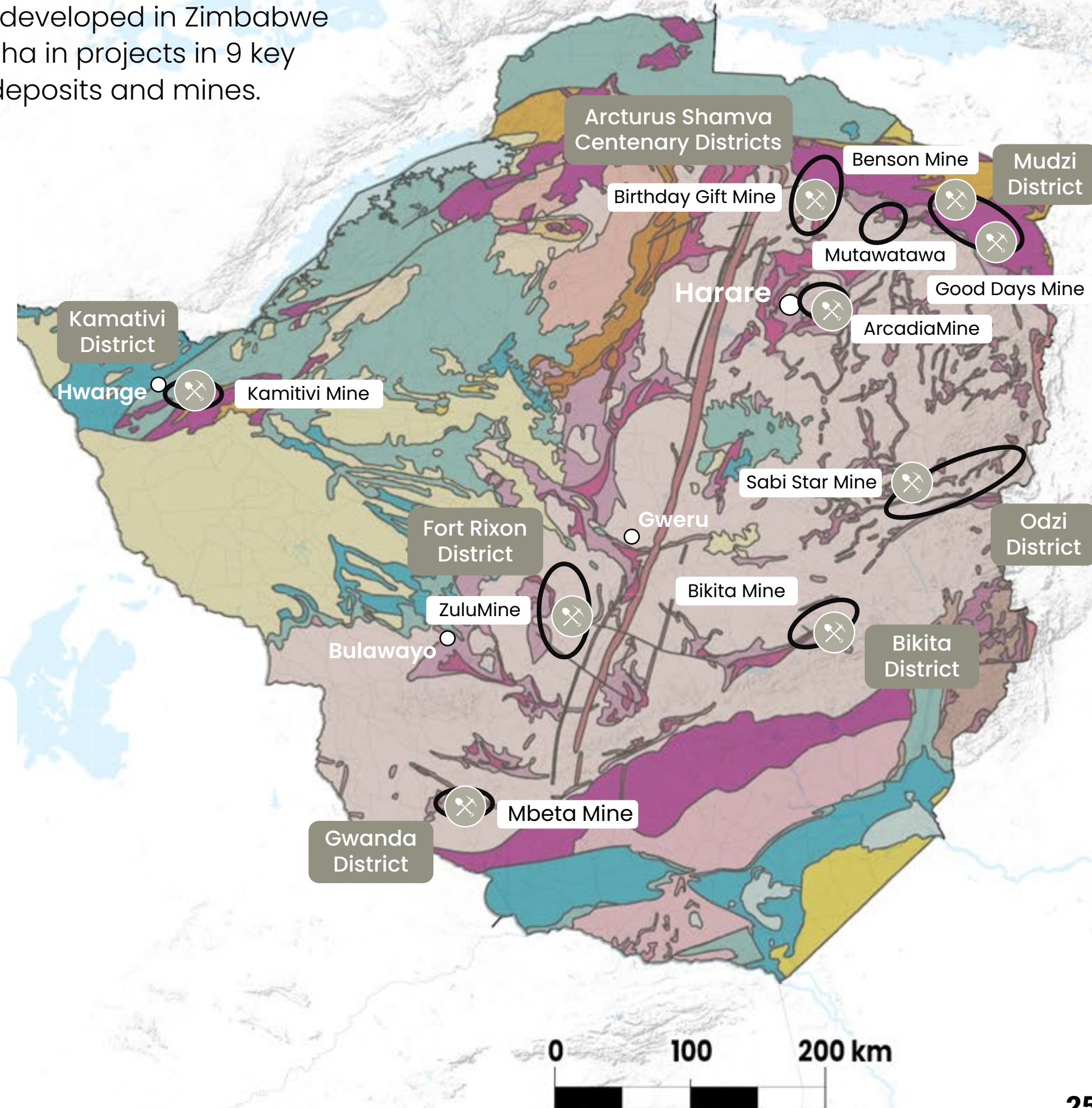
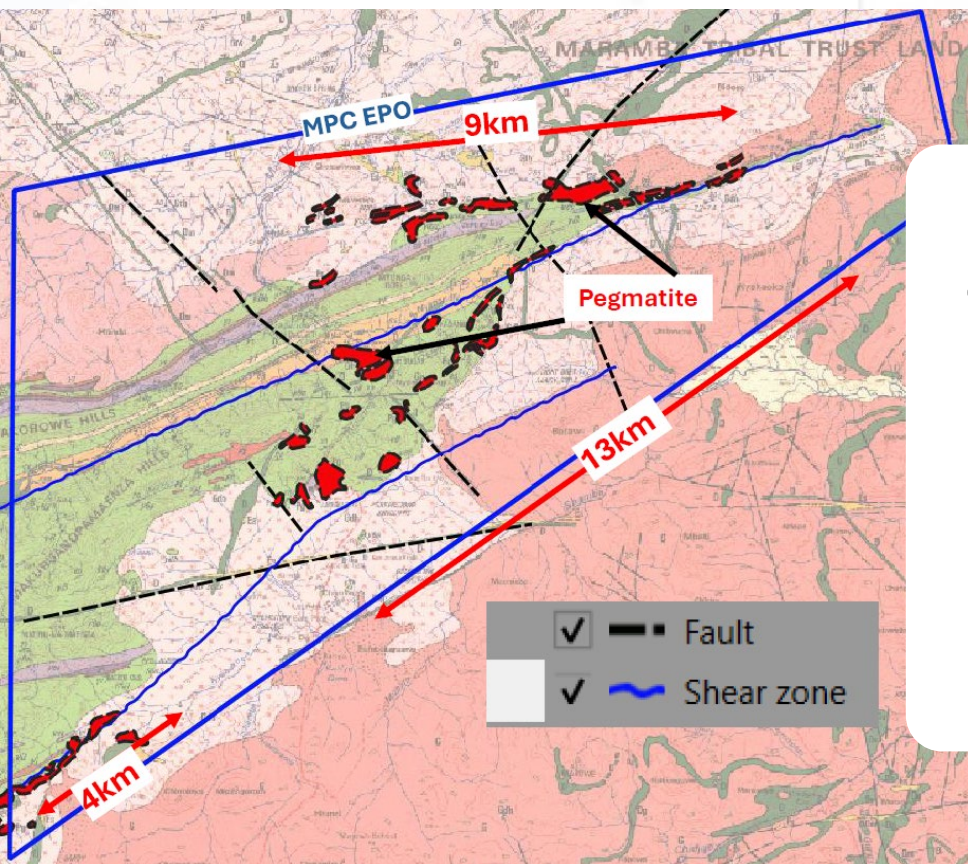
- Project pipeline continues to be developed in Zimbabwe
- Currently assessing over 40,000 ha in projects in 9 key pegmatite districts with known deposits and mines.

Mutawatawa EPO – Shamva greenstone belt

- 20,147 ha EPO area granted to LARC
- High density of historically mapped pegmatites.
- Unexplored for LCT pegmatites.

Birthday Gift Mine – Centenary greenstone belt

- Large, flat lying spodumene bearing pegmatite hosted within metasediments.
- Preliminary samples up to 4.3% Li_2O .
- Three parallel zones mapped.



Summary



- **Large landholder in multiple new African pegmatite belts**
- **Unique and efficient JV explorer model** is a new paradigm for exploration
- Established **government relationships** across Africa
- **Exceptionally experienced explorers/scientists** with capital market skills
- **Strategic support from leading names** in the Lithium industry (**Ganfeng**)
- Multiple “company making” targets with a **robust catalyst pipeline** in 2024
- Exposure to the **continent that is expected to change the face of global supply dynamics**



Disclaimer

This presentation (“Presentation”), and the information contained herein, is not for general release, distribution or publication into or in any other jurisdiction where applicable laws prohibit or restrict its release, distribution or publication. This Presentation is being issued by Lithium Africa Resources Corp (the “Company” or “LARC”) for information purposes. This Presentation does not purport to contain all information that recipients may require to make an informed assessment of LARC or its securities. Statements in this Presentation are made only as at the date of this Presentation (unless otherwise stated) and remain subject to change without notice. The content of this Presentation has not been approved by an authorised person for the purposes of Section 21(2)(b) of the United Kingdom Financial Services and Markets Act 2000. This Presentation is not a prospectus, disclosure document or offer document under the Australian Corporations Act 2001 (Cth) (the “Corporations Act”) or any other law. This Presentation is not an admission document or an advertisement and is being provided for information purposes only and does not constitute, and should not be construed as, an offer or invitation to sell or any solicitation of any offer to purchase or subscribe for any ordinary shares in the Company (“Ordinary Shares”) in the United States or any other jurisdiction. The Ordinary Shares have not been approved by the U.S. Securities and Exchange Commission or by any state securities commission or regulatory authority, nor have any of the foregoing authorities passed on the accuracy or adequacy of the information in this Presentation. Any representation to the contrary is a criminal offense. No representation or warranty, express or implied, is given by or on behalf of the Company, its directors and affiliates or any other person as to the accuracy or completeness of the information or opinions contained in this Presentation and no liability whatsoever is accepted by the Company, its directors and affiliates or any other person for any loss howsoever arising, directly or indirectly, from any use of such information or opinions or otherwise arising in connection therewith. To the maximum extent permitted by law, LARC disclaims any responsibility to inform any recipient of this Presentation on any matter that subsequently comes to its notice which may affect the information contained in this Presentation, and undertakes no obligation to provide any additional or updated information whether as a result of new information, future events or results or otherwise. This Presentation does not constitute a recommendation regarding the Ordinary Shares or an investment therein. The Ordinary Shares have not been and will not be registered under the US Securities Act of 1933, as amended (the “Securities Act”). Consequently, the Ordinary Shares may not be offered, sold or otherwise transferred within the United States or to, or for the account or benefit of, US persons, except pursuant to an exemption from the registration requirements of the Securities Act and the relevant state securities registration requirements. No public offering of the Ordinary Shares is being made in the United States. Reliance on this Presentation for the purpose of engaging in any investment activity may expose an individual to a significant risk of losing all of the property or other assets invested. Neither this Presentation, nor any part of it nor anything contained or referred to in it, nor the fact of its distribution, should form the basis of or be relied on in connection with or act as an inducement in relation to a decision to purchase or subscribe for or enter into any contract or make any other commitment whatsoever in relation to any Ordinary Shares or any other investment. The contents of this Presentation are confidential and may not be copied, distributed, published or reproduced in whole or in part, or disclosed or distributed by recipients to any other person. No reliance may be placed for any purpose whatsoever on the information or opinions contained in this Presentation or on its completeness, accuracy or fairness. Prospective investors should not treat the contents of this Presentation as advice relating to legal, taxation or investment matters, and must make their own assessments concerning these and other consequences of the various investments, including the merits of investing and the risks. Prospective investors are advised to conduct their own due diligence and agree to be bound by the limitations of this disclaimer. The promotion of the Ordinary Shares and the distribution of this Presentation in the United Kingdom are restricted by law. Accordingly, this Presentation is directed only at (i) persons outside the United Kingdom to whom it is lawful to communicate it, or (ii) persons having professional experience in matters relating to investments who fall within the definition “investment professionals” in Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005, as amended (the “Order”), or (iii) high net worth companies, unincorporated associations and partnerships and trustees of high value trusts as described in Article 49(2) of the Order, provided that in the case of persons falling into categories (ii) and (iii), the communication is directed only at persons who are also “qualified investors” as defined in Section 86 of the Financial Services and Markets Act 2000 (together, “Relevant Persons”). Any investment or investment activity to which this Presentation relates is available only to, and will be engaged in only with, Relevant Persons. This Presentation must not be acted on or relied on by persons who are not Relevant Persons. You represent and agree that you are a Relevant Person. In receiving any information relating to the Company (whether in written or oral form), including the information in this Presentation, you will be deemed to have represented and agreed for the benefit of the Company and the other legal and financial advisers of the Company (i) that you will only use such information for the purposes of discussions with the Company (ii) to hold such information in strict confidence and not to disclose it (or any discussions with the Company) to any person, except as may be required by law, regulation or court order; (iii) not to reproduce or distribute, in whole or in part, (directly or indirectly) any of the information in this Presentation; (iv) that you will comply with all laws applicable to possessing such information, including without limitation insider trading laws, market abuse regulations and applicable regulations and recommendations of the UK Financial Conduct Authority or any other relevant regulator; and (v) that you are permitted, in accordance with all applicable laws, to receive such information. By receiving this Presentation, you confirm that you are a person to whom a Disclosure Document (as that term is defined in the Corporations Act is not required to be given under Chapter 6D of the Corporations Act as a result of the application of the exemptions in section 708 of the Corporations Act and will, if requested, provide appropriate evidence to confirm this to the Company. Furthermore, you acknowledge that (i) any investment in Ordinary Shares involves a degree of risk and would be a speculative investment; (ii) nothing in this Presentation should be construed as a financial product advice, whether personal or general, for the purposes of Section 766B of the Corporations Act and (iii) you are not a Related Party (as defined in section 228 of the Corporations Act) of the Company. Any dispute, action or other proceeding concerning this Presentation shall be adjudicated within the exclusive jurisdiction of the courts of England. All material contained in this Presentation (including in this disclaimer) shall be governed by and construed in accordance with the laws of England and Wales. This Presentation is individual to you and if you distribute this Presentation to anyone else, it could constitute a violation of law and may impact the Company’s ability to conduct future offerings. The Company will vigorously enforce its rights under this agreement.

Future Looking Statements.

This document and the material contained herein are confidential and are not to be disclosed to the public. This is for information purposes only and may not be reproduced or distributed to any other person or published, in whole or part, for any purpose whatsoever. Certain information contained herein and certain oral statements made are forward looking and relate to the Company business strategy, product development, timing of product development, events and courses of action. Statements which are not purely historical are forward looking statements and include any statements regarding beliefs, plans, outlook, expectations or intentions regarding the future including words or phrases such as “anticipate,” “objective,” “may,” “will,” “might,” “should,” “could,” “can,” “intend,” “expect,” “believe,” “estimate,” “predict,” “potential,” “plan,” “is designed to” or similar expressions suggest future outcomes or the negative thereof or similar variations. Forward looking statements may include, among other things, statements about: our expectations regarding our expenses, sales and operations; our future customer concentration; our anticipated cash needs and our estimates regarding our capital requirements and our need for additional financing; our ability to anticipate the future needs of our customers; our plans for future products and enhancements of existing products; our future growth strategy and growth rate; our future intellectual property, research

Alberta, British Columbia and Québec Investors

By purchasing securities of the Company, purchasers in Alberta, British Columbia and Québec are not entitled to the statutory rights described above. In consideration of their purchase of the securities of the Company and upon accepting a purchase confirmation in respect thereof, these purchasers are hereby granted a contractual right of action for damages or rescission that is substantially the same as the statutory right of action provided to residents of Ontario who purchase securities.

Disclaimer

Saskatchewan Investors

Under Saskatchewan securities legislation, certain purchasers who purchase securities offered by an offering memorandum during the period of distribution will have a statutory right of action for damages against the issuer, every director and promoter of the issuer or any selling security holder as of the date of the offering memorandum, every person or company whose consent has been filed under the offering memorandum, every person or company that signed the offering memorandum or the amendment to the offering memorandum and every person or company who sells the securities on behalf of the issuer or selling security holder under the offering memorandum, or while still the owner of the securities, for rescission against the issuer or selling security holder if the offering memorandum contains a misrepresentation without regard to whether the purchasers relied on the misrepresentation. The right of action for damages is exercisable not later than the earlier of one year from the date the purchaser first had knowledge of the facts giving rise to the cause of action and six years from the date on which payment is made for the securities. The right of action for rescission is exercisable not later than 180 days from the date on which payment is made for the securities. If a purchaser elects to exercise the right of action for rescission, the purchaser will have no right of action for damages against the issuer or the others listed above. In no case will the amount recoverable in any action exceed the price at which the securities were offered to the purchaser and if the purchaser is shown to have purchased the securities with knowledge of the misrepresentation, the issuer and the others listed above will have no liability. In the case of an action for damages, the issuer and the others listed above will not be liable for all or any portion of the damages that are proven to not represent the depreciation in value of the securities as a result of the misrepresentation relied upon. Other defences in Saskatchewan legislation include that no person or company, other than the issuer, will be liable if the person or company proves that (a) the offering memorandum or any amendment to it was sent or delivered without the person's or company's knowledge or consent and that, on becoming aware of it being sent or delivered, that person or company immediately gave reasonable general notice that it was so sent or delivered, or (b) with respect to any part of the offering memorandum or any amendment to it purporting to be made on the authority of an expert, or purporting to be a copy of, or an extract from, a report, an opinion or a statement of an expert, that person or company had no reasonable grounds to believe and did not believe that there had been a misrepresentation, the part of the offering memorandum or any amendment to it did not fairly represent the report, opinion or statement of the expert. No person or company, other than the issuer, is liable for any part of the offering memorandum or the amendment to the offering memorandum not purporting to be made on the authority of an expert and not purporting to be a copy of or an extract from a report, opinion or statement of an expert, unless the person or company (a) failed to conduct a reasonable investigation sufficient to provide reasonable grounds for a belief that there had been no misrepresentation, or (b) believed there had been a misrepresentation. Similar rights of action for damages and rescission are provided in Saskatchewan legislation in respect of a misrepresentation in advertising and sales literature disseminated in connection with an offering of securities. Saskatchewan legislation also provides that where an individual makes a verbal statement to a prospective purchaser that contains a misrepresentation relating to the security purchased and the verbal statement is made either before or contemporaneously with the purchase of the security, the purchaser has, without regard to whether the purchaser relied on the misrepresentation, a right of action for damages against the individual who made the verbal statement. In addition, Saskatchewan legislation provides a purchaser with the right to void the purchase agreement and to recover all money and other consideration paid by the purchaser for the securities if the securities are sold by a vendor who is trading in Saskatchewan in contravention of Saskatchewan securities legislation, regulations or a decision of the Financial and Consumer Affairs Authority of Saskatchewan. The Saskatchewan legislation also provides a right of action for rescission or damages to a purchaser of securities to whom an offering memorandum or any amendment to it was not sent or delivered prior to or at the same time as the purchaser enters into an agreement to purchase the securities, as required by the Saskatchewan legislation. A purchaser who receives an amended offering memorandum has the right to withdraw from the agreement to purchase the securities by delivering a notice to the issuer or selling security holder within two business days of receiving the amended offering memorandum. These rights are in addition to, and without derogation from, any other rights or remedies available at law to a Saskatchewan purchaser. The foregoing is a summary of the rights available to a Saskatchewan purchaser. Not all defences upon which an issuer or others may rely are described herein. Saskatchewan purchasers should refer to the complete text of the relevant statutory provisions.

Manitoba Investors

If an offering memorandum or any amendment thereto, sent or delivered to a purchaser contains a misrepresentation, the purchaser who purchases the security is deemed to have relied on the misrepresentation if it was a misrepresentation at the time of the purchase and has a statutory right of action for damages against the issuer, every director of the issuer at the date of the offering memorandum, and every person or company who signed the offering memorandum. Alternatively, the purchaser may elect to exercise a statutory right of rescission against the issuer, in which case the purchaser will have no right of action for damages against any of the aforementioned persons. Unless otherwise provided under applicable securities legislation, no action shall be commenced to enforce any of the foregoing rights more than: (a) in the case of an action for rescission, 180 days from the date of the transaction that gave rise to the cause of action, or (b) in the case of an action for damages, the earlier of (i) 180 days after the purchaser first had knowledge of the facts giving rise to the cause of action, or (ii) two years after the date of the transaction that gave rise to the cause of action. A purchaser to whom the offering memorandum is required to be sent may rescind the contract to purchase the securities by sending a written notice of rescission to the issuer not later than midnight on the second day, excluding Saturdays, Sunday and holidays, after the purchaser signs the agreement to purchase the securities. Securities legislation in Manitoba provides a number of limitations and defences to such actions, including: in an action for rescission or damages, no person or company will be liable if it proves that the purchaser purchased the securities with knowledge of the misrepresentation; in an action for damages, no person or company will be liable for all or any portion of the damages that it proves do not represent the depreciation in value of the securities as a result of the misrepresentation relied upon; and in no case will the amount recoverable under the right of action described above exceed the price at which the securities were offered under the offering memorandum.

New Brunswick Investors

Under New Brunswick securities legislation, certain purchasers who purchase securities offered by an offering memorandum during the period of distribution will have a statutory right of action for damages, or while still the owner of the securities, for rescission against the issuer and any selling security holder in the event that the offering memorandum, or a document incorporated by reference in or deemed incorporated into the offering memorandum, contains a misrepresentation without regard to whether the purchasers relied on the misrepresentation. The right of action for damages is exercisable not later than the earlier of one year from the date the purchaser first had knowledge of the facts giving rise to the cause of action and six years from the date on which payment is made for the securities. The right of action for rescission is exercisable not later than 180 days from the date on which payment is made for the securities. If a purchaser elects to exercise the right of action for rescission, the purchaser will have no right of action for damages against the issuer or any selling security holder. In no case will the amount recoverable in any action exceed the price at which the securities were offered to the purchaser and if the purchaser is shown to have purchased the securities with knowledge of the misrepresentation, the issuer and any selling security holder will have no liability. In the case of an action for damages, the issuer and any selling security holder will not be liable for all or any portion of the damages that are proven to not represent the depreciation in value of the securities as a result of the misrepresentation relied upon. These rights are in addition to, and without derogation from, any other rights or remedies available at law to a New Brunswick purchaser. The foregoing is a summary of the rights available to a New Brunswick purchaser. Not all defences upon which an issuer, selling security holder or others may rely are described herein. New Brunswick purchasers should refer to the complete text of the relevant statutory provisions.

Right of action described herein exceed the price at which the securities were offered under the offering memorandum, or any amendment thereto.

Nova Scotia Investors

Under Nova Scotia securities legislation, certain purchasers who purchase securities offered by an offering memorandum during the period of distribution will have a statutory right of action for damages against the issuer or other seller and the directors of the issuer as of the date the offering memorandum, or while still the owner of the securities, for rescission against the issuer or other seller if the offering memorandum, or a document incorporated by reference in or deemed incorporated into the offering memorandum, contains a misrepresentation without regard to whether the purchasers relied on the misrepresentation. The right of action for damages or rescission is exercisable not later than 120 days from the date on which payment is made for the securities or after the date on which the initial payment for the securities was made where payments subsequent to the initial payment are made pursuant to a contractual commitment assumed prior to, or concurrently with, the initial payment. If a purchaser elects to exercise the right of action for rescission, the purchaser will have no right of action for damages against the issuer or other seller or the directors of the issuer. In no case will the amount recoverable in any action exceed the price at which the securities were offered to the purchaser and if the purchaser is shown to have purchased the securities with knowledge of the misrepresentation, the issuer or other seller and the directors of the issuer will have no liability. In the case of an action for damages, the issuer or other seller and the directors of the issuer will not be liable for all or any portion of the damages that are proven to not represent the depreciation in value of the securities as a result of the misrepresentation relied upon. In addition, a person or company, other than the issuer, is not liable with respect to any part of the offering memorandum or any amendment to the offering memorandum not purporting (a) to be made on the authority of an expert or (b) to be a copy of, or an extract from, a report, opinion or statement of an expert, unless the person or company (i) failed to conduct a reasonable investigation to provide reasonable grounds for a belief that there had been no misrepresentation or (ii) believed that there had been a misrepresentation. A person or company, other than the issuer, will not be liable if that person or company proves that (a) the offering memorandum or any amendment to the offering memorandum was sent or delivered to the purchaser without the person's or company's knowledge or consent and that, on becoming aware of its delivery, the person or company gave reasonable general notice that it was delivered without the person's or company's knowledge or consent, (b) after delivery of the offering memorandum or any amendment to the offering memorandum and before the purchase of the securities by the purchaser, on becoming aware of any misrepresentation in the offering memorandum or any amendment to the offering memorandum, the person or company withdrew the person's or company's consent to the offering memorandum or any amendment to the offering memorandum, and gave reasonable general notice of the withdrawal and the reason for it, or (c) with respect to any part of the offering memorandum or any amendment to the offering memorandum purporting (i) to be made on the authority of an expert, or (ii) to be a copy of, or an extract from, a report, an opinion or a statement of an expert, the person or company had no reasonable grounds to believe and did not believe that (A) there had been a misrepresentation, or (B) the relevant part of the offering memorandum or any amendment to the offering memorandum did not fairly represent the report, opinion or statement of the expert, or was not a fair copy of, or an extract from, the report, opinion or statement of the expert. These rights are in addition to, and without derogation from, any other rights or remedies available at law to a Nova Scotia purchaser. The foregoing is a summary of the rights available to a Nova Scotia purchaser. Not all defences upon which an issuer or other seller or others may rely are described herein. Nova Scotia purchasers should refer to the complete text of the relevant statutory provisions. Prince Edward Island Investors If an offering memorandum, together with any amendment thereto, is delivered to a purchaser and the offering memorandum, or any amendment thereto, contains a misrepresentation, a purchaser has, without regard to whether the purchaser relied on the misrepresentation, a statutory right of action for damages against (a) the issuer, (b) subject to certain additional defences, against every director of the issuer at the date of the offering memorandum and (c) every person or company who signed the offering memorandum, but may elect to exercise the right of rescission against the issuer (in which case the purchaser shall have no right of action for damages against the aforementioned persons or company). No action shall be commenced to enforce the right of action discussed above more than: (a) in the case of an action for rescission, 180 days after the date of the transaction that gave rise to the cause of action; or (b) in the case of any action for damages, the earlier of: (i) 180 days after the purchaser first had knowledge of the facts giving rise to the cause of action; or (ii) three years after the date of the transaction that gave rise to the cause of action. Securities legislation in Prince Edward Island provides a number of limitations and defences to such actions, including: no person or company will be liable if it proves that the purchaser purchased the securities with knowledge of the misrepresentation; in an action for damages, the defendant is not liable for all or any portion of the damages that it proves does not represent the depreciation in value of the securities as a result of the misrepresentation relied upon; and in no case shall the amount recoverable under the right of action described herein exceed the price at which the securities were offered under the offering memorandum, or any amendment thereto.

Newfoundland and Labrador Investors

If an offering memorandum, together with any amendment thereto, contains a misrepresentation, a purchaser has, without regard to whether the purchaser relied on the misrepresentation, a statutory right of action for damages against (a) the issuer, (b) subject to certain additional defences, against every director of the issuer at the date of the offering memorandum and (c) every person who signed the offering memorandum, but may elect to exercise the right of rescission against the issuer (in which case the purchaser shall have no right of action for damages against the aforementioned persons). No action shall be commenced to enforce the right of action discussed above more than: (a) in the case of an action for rescission, 180 days after the date of the transaction that gave rise to the cause of action; or (b) in the case of any action for damages, the earlier of: (i) 180 days after the purchaser first had knowledge of the facts giving rise to the cause of action; or (ii) three years after the date of the transaction that gave rise to the cause of action. Securities legislation in Newfoundland and Labrador provides a number of limitations and defences to such actions, including: no person will be liable if it proves that the purchaser purchased the securities with knowledge of the misrepresentation; in an action for damages, the defendant is not liable for all or any portion of the damages that it proves does not represent the depreciation in value of the securities as a result of the misrepresentation relied upon; and in no case shall the amount recoverable under the right of action described herein exceed the price at which the securities were offered under the offering memorandum, or any amendment thereto.



CONTACT

Tyron Breytenbach

Chief Executive Officer

tb@li-africa.com