

INFINITY LITHIUM

Investor Presentation

Highlights

June 2020

FULL PRESENTATION AVAILABLE
ON www.infinitylithium.com



InnoEnergy is supported by the EIT,
a body of the European Union



InnoEnergy
Knowledge Innovation Community

For Consideration

This presentation has been prepared by Infinity Lithium Corporation Limited “Infinity Lithium”. This document contains background information about Infinity Lithium current at the date of this presentation. The presentation is in summary form and does not purport to be all inclusive or complete. Recipients should conduct their own investigations and perform their own analysis in order to satisfy themselves as to the accuracy and completeness of the information, statements and opinions contained in this presentation.

This presentation is for information purposes only. Neither this presentation nor the information contained in it constitutes an offer, invitation, solicitation or recommendation in relation to the purchase or sales of shares in any jurisdiction.

This presentation does not constitute investment advice and has been prepared without taking into account the recipient’s investment objectives, financial circumstances or particular needs and the opinions and recommendations in this presentation are not intended to represent recommendations of particular investments to particular persons. Recipients should seek professional advice when deciding if an investment is appropriate. All securities involve risks which include (among others) the risk of adverse or unanticipated market, financial or political developments.

To the fullest extent permitted by law, Infinity Lithium, its officers, employees, agents and advisors do not make any representation or warranty, express or implied, as to the currency, accuracy, reliability or completeness of any information, statements, opinions, estimates, forecasts or other representations contained in this presentation. No responsibility for any errors or omissions from this presentation arising out of negligence or otherwise are accepted.

This presentation may include forward-looking statements. Forward-looking statements are only predictions and are subject to risks, uncertainties and assumptions which are outside the control of Infinity Lithium. Actual values, results or events may be materially different to those expressed or implied in this presentation. Given these uncertainties, recipients are cautioned not to place reliance on forward looking statements. Any forward looking statements in this presentation speak only at the date of issue of this presentation. Subject to any continuing obligations under applicable law, Infinity Lithium does not undertake any obligation to update or revise any information or any of the forward looking statements in this presentation or any changes in events, conditions, or circumstances on which any such forward looking statement is based.

Competent Persons Statement

The information in this report that relates to Exploration Targets and Mineral Resources is based on the information compiled by Mr Patrick Adams, of Cube Consulting Pty Ltd (Perth). Mr Adams has sufficient relevant professional experience with open pit and underground mining, exploration and development of mineral deposits similar to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of JORC Code. He has visited the project area and observed drilling, logging and sampling techniques used by Infinity Lithium in collection of data used in the preparation of this report. Mr Adams is an employee of Cube Consulting Pty Ltd and consents to be named in this release and the report as it is presented.

The information in this report that relates to Exploration Results is based on the information compiled or reviewed by Mr Adrian Byass, B.Sc Hons (Geol), B.Econ, FSEG, MAIG and an employee of Infinity Lithium. Mr Byass has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the JORC Code. Mr Byass consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

Pre-Feasibility Study – Cautionary Statement

The Study referred to in this announcement is a preliminary technical and economic investigation of the potential viability of the San José Lithium Project. It is based on low accuracy technical and economic assessments, (+/- 25% accuracy) however is sufficient to support estimation of Ore Reserves or to provide assurance of an economic development case at this stage; or to provide certainty that the conclusions of the Study will be realised. Infinity is in Joint Venture (‘JV’) with Valoriza Minería SA, a subsidiary of SACRY S.A. Infinity have independently engaged the services of Wave International Pty Ltd (‘Wave’) to assess the technical and economic viability with regards to producing battery grade lithium hydroxide under the San José Lithium Project. Whilst the Pre-Feasibility Study has yielded robust outcomes and provided independent perspective on the opportunity to produce battery grade lithium hydroxide, there is no guarantee that the JV will choose to adopt the outcomes of the study.

The Production Target referred to in this presentation is based on 100% Probable Reserves for the life of mine life covered under the Study. In accordance with the thirty (30) year mine plan incorporated into the Study, the first three (3) years of production (covering payback period) will come 100% from Probable Reserves.

The Study is based on the material assumptions outlined below and include assumptions about the availability of funding. While the Company considers all the material assumptions to be based on reasonable grounds, there is no certainty that they will prove to be correct or that the range of outcomes indicated by the Study will be achieved. To achieve the potential mine development outcomes indicated in the Study, additional funding will be required. Investors should note that there is no certainty that the Company will be able to raise funding when needed however the Company has concluded it has a reasonable basis for providing the forward looking statements included in this announcement and believes that it has a “reasonable basis” to expect it will be able to fund the development of the San José lithium deposit.

To achieve the outcomes indicated in this Study, initial funding in the order of US\$309m (which includes a 15.3% contingency) will likely be required, and US\$318m (including a 15.3% contingency) over the life of the Project. Investors should note that there is no certainty that Infinity will be able to raise funding when needed. Infinity holds a total of 75% interest in the San Jose Lithium Project, with Valoriza Minería holding the balance of 25% interest. It is also possible that Infinity can pursue a range of funding strategies to provide funding options. It is also possible that such funding may only be available on terms that may be dilutive to or otherwise affect the value of Infinity’s existing shares. It is also possible that Infinity could pursue other value realisation strategies such as sale, partial sale, or joint venture of the Project. If it does, this could materially reduce Infinity’s proportionate ownership of the Project. Given the uncertainties involved, investors should not make any investment decisions based solely on the results of this Pre-Feasibility Study.

INFINITY LITHIUM – EUROPEAN LITHIUM HYDROXIDE PROJECT

1



Europe to be the **2nd largest market** for battery grade lithium after China



Infinity's San Jose operation is a **fully integrated** and **sustainable** project in **Spain**

2



Infinity **Signs First Binding European Funding Deal**

Multi-level Investment & Collaboration Agreement:

- Fund up to **€800K** for phase I pilot plant
- Support fundraising activities for phase II pilot plant, up to **€2.4 million**
- Assistance agreement to support in fundraising activities for up to **€300 million**

3



Producing **15Kt¹** of **Lithium Hydroxide per year**, able to power **>10M Electric Vehicles**



30-year production, total revenues **US\$6 Billion**, Pre-tax **NPV at US\$860M**, a Pre-tax **IRR at 42%**



OPEX before by-product credit of **\$5,434/t¹ LiOH** at the bottom of the global cost curve



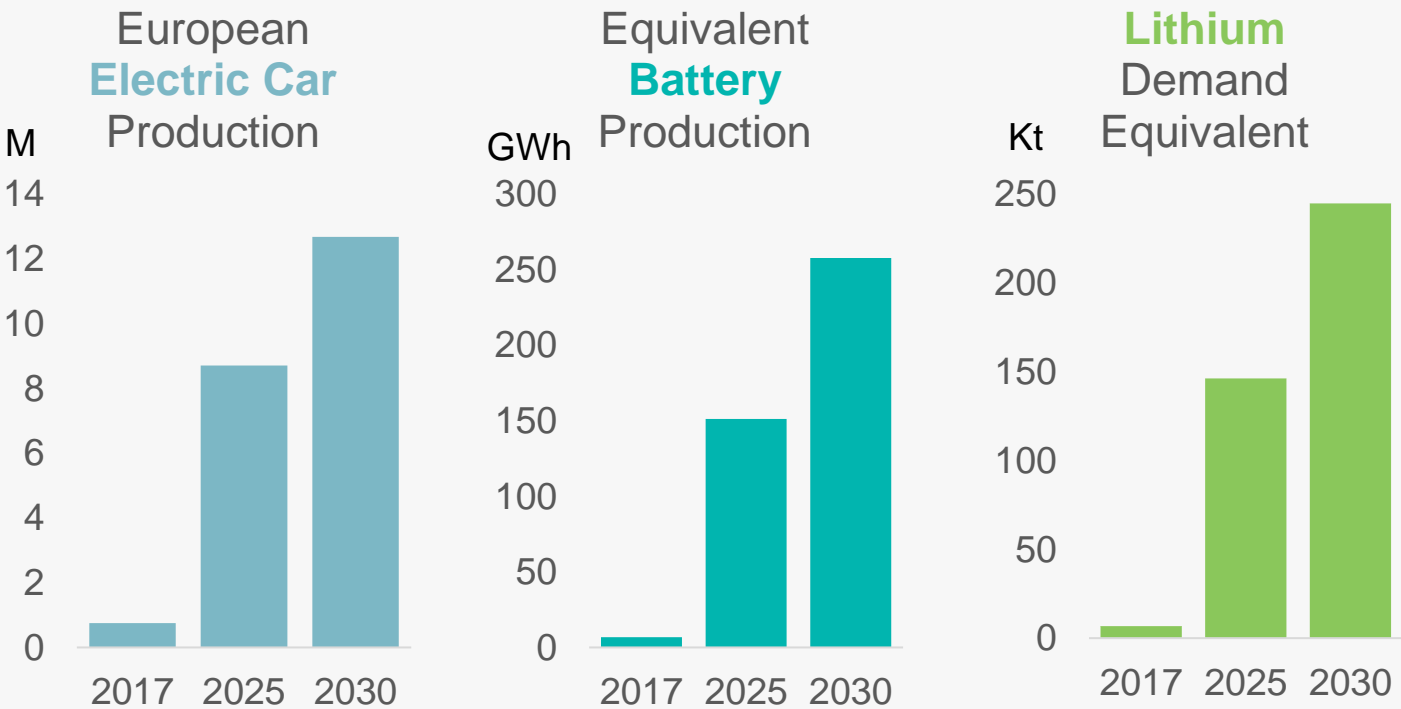
Creating a new industry for Europe, **generating employment** and supporting the community

¹Average C1 cost over 10 years of production including ramp-up

Europe To Become The Second Largest Consumer Of Lithium



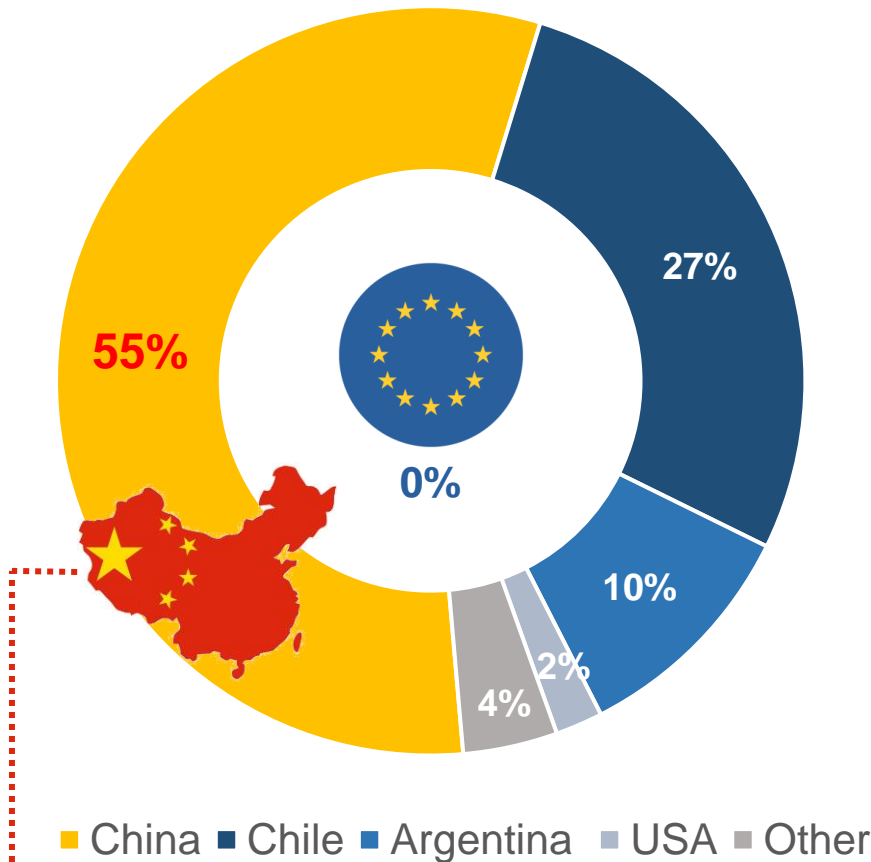
A **fully integrated** European Lithium-ion battery supply chain will require **more than the global production** of lithium today



Source: HSBC



Lithium Chemical Supply in 2019



Source: Benchmark Mineral Intelligence

China also produced 80% of lithium hydroxide in 2019

Headlines In The Last Two Months In Europe...



Europe eclipses China in EV investment

- EU Commission considers €100bn on euro transport package
- France injects €8bn to fuel car industry revival
- France's new €13K EV incentive most generous in Europe
- Germany forces all petrol stations to provide electric car charging
- Germany rebuffs gasoline auto lobby with radical electric plan

EU's battery mega-projects charge on despite virus

- LG Chem secures €500M for Polish factory expansion
- Volkswagen builds battery factory in Salzgitter
- Daimler expands battery production starting in Germany
- BASF confirms cathode production plans
- EIB signs €125M loan with Umicore for cathode materials in Poland



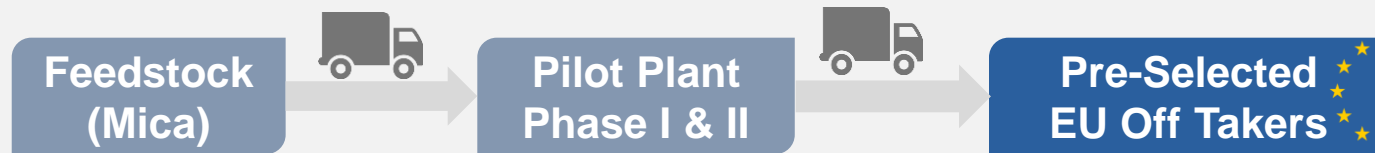
- “To meet climate goals, EU will need 60 times more **lithium** by 2050” *T.Breton, EU Market Commissioner*
- **Lithium** tipped for EU list of critical raw materials
- **Coronavirus** puts European electric carmakers on alert over **lithium** supplies
- European Commission Supporting Sustainable **Lithium** Project in Europe and in Spain
- EU must engage in **lithium** standards or lose to China, EU's Commissioner says
- “The coronavirus crisis showed vital supplies are exposed to disruption and Europe is extremely reliant on China to source these vital supplies. Vital supplies range from pharmaceuticals to **lithium**” *T.Breton, EU Market Commissioner*
- Electric Vehicles Take Off, Europe Plans ‘Battery Passport’ To Ensure Responsible Sourcing Of Materials
- Infinity **Lithium** Signs First Binding European Funding Deal

Infinity Becomes 1st Project To Secure EU Funding

EU Binding Deal In 6 points

1. Investment: InnoEnergy to fund up to **€800K** in INF to support the development of phase I of Infinity's **pilot plant**

2. Support fundraising activities for phase II of INF's **pilot plant** from both public and private funds (estimated between **€1.6 - €2.4M**)



3. Full Project Financing: InnoEnergy will assist Infinity in **securing full project financing** including both **equity and debt**, as previously demonstrated through successful assistance in project funding within the EU lithium-ion battery supply chain

€100M

Equity

€200M

Debt

CAPEX
€280m*

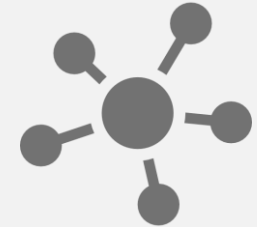
*Pre-Production CAPEX Including Contingency

Infinity Becomes 1st Project To Secure EU Funding

EU Binding Deal In 6 points

4. Off take Agreement: Through the **European Battery Alliance network**, InnoEnergy will support and facilitate negotiations with **European off-takers**

The EBA network includes >400 participants covering the entire battery value chain from active materials to cell manufacturing, battery making to electric vehicles production



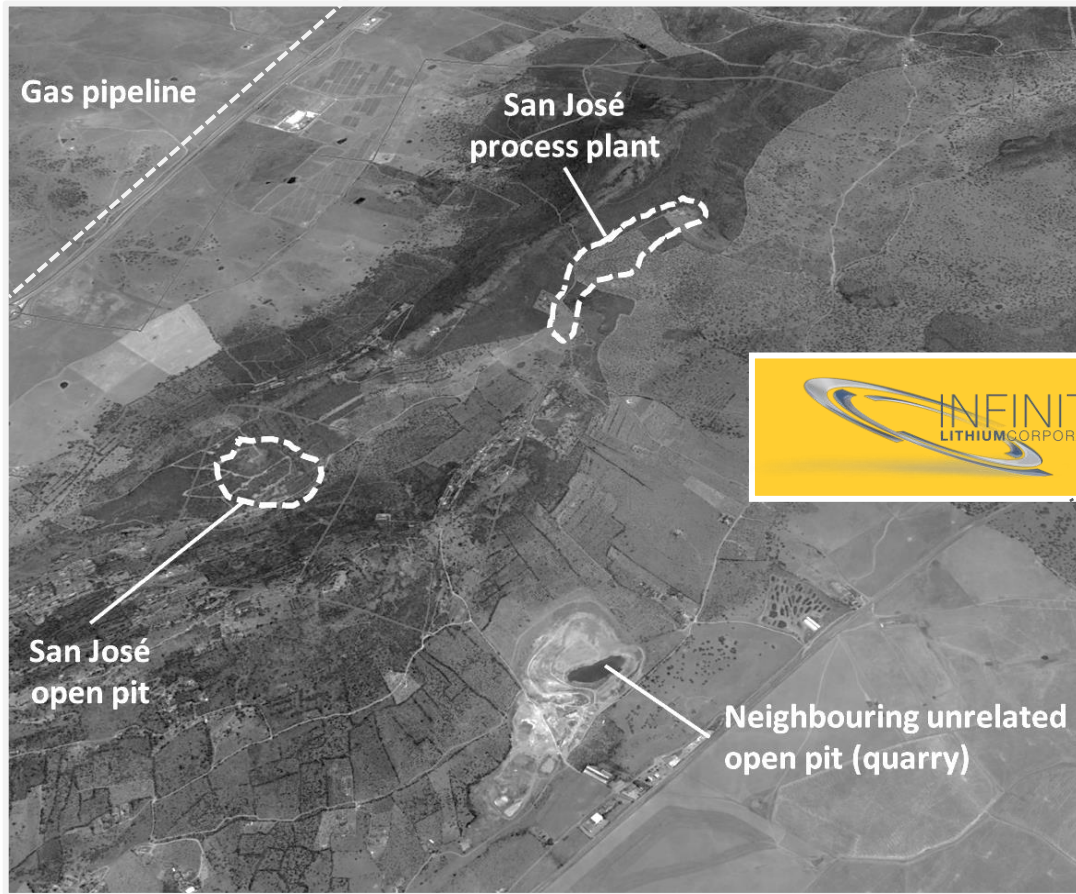
5. Licensing & IP: Participate in the design of a **license scheme** for the technology developed through the test work and **applicable to other EU lithium projects and deposits**



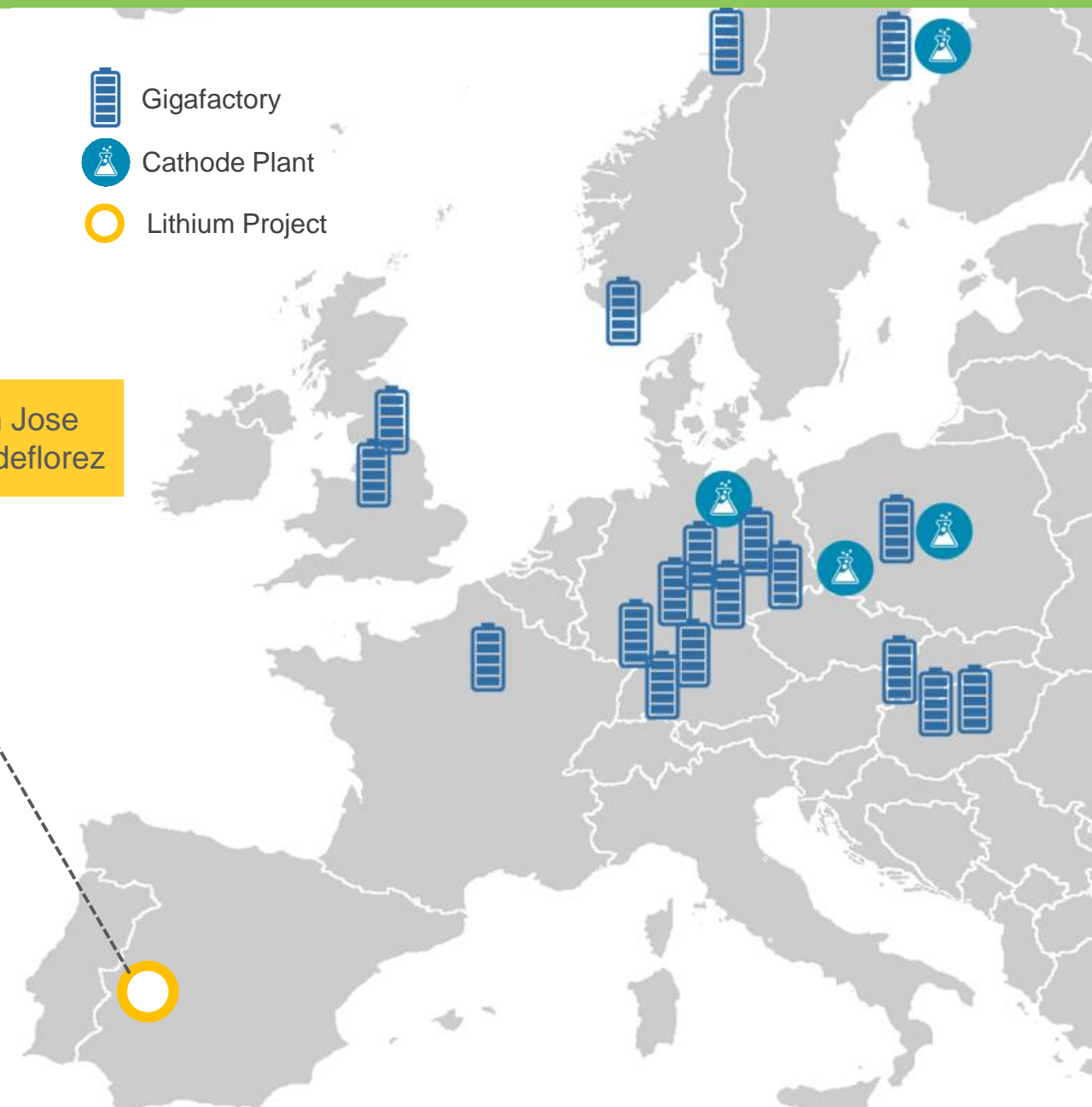
6. Advisor & EU Board Members: **Advisor** appointed who **mobilizes InnoEnergy's ecosystem** to support the development of the project and bring external **senior European & Spanish representatives** to the leadership of Infinity



Strategically Located in Extremadura, Spain



-  Gigafactory
-  Cathode Plant
-  Lithium Project



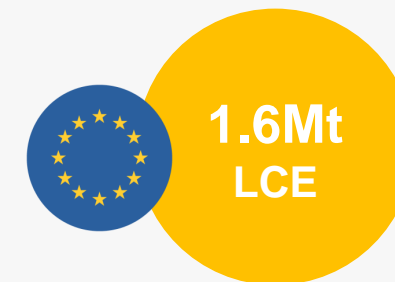
The San Jose Valdeflores Lithium Project is located ~280km from Madrid in the region of Extremadura. The project open pit development is in a narrow valley directly to the east of the town of Caceres.

A Large And Long-Term Asset Supporting EV Growth

2nd largest hard rock lithium resource in the EU

JORC Resource 111.2Mt (Ind. 59Mt, Inf. 52.2Mt), Probable Reserves 37.2Mt

30 years of LiOH production, only depleting **<50%** of JORC resource



LCE: Lithium Carbonate Equivalent

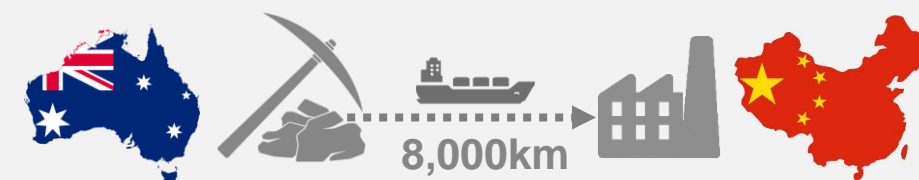
To produce around **15,000t¹** of lithium hydroxide battery grade per year

(1) During the first 10 years of operations.

Enough to power
10 Million
Full Electric Vehicles
over the life of the project



Today, **>95%** of lithium hard rock production is **exported to China** for conversion into lithium chemicals



San Jose is an **industrial project** where the mine and the chemical operation are adjacent:

- No shipping, No import duties on feedstock, No third-party converters



A Large And Long-Term Asset Supporting EV Growth

San Jose Mineral Resource, Reported Above 0.1% Li Cut-off

Parameter	Amount Mt	Li%	Li ₂ O (%)	Sn ppm
Resource:				
Indicated	59.0	0.29%	0.63	217
Inferred	52.2	0.27%	0.59	193
TOTAL	111.3	0.28%	0.61	206



Estimated using Ordinary Kriging methodology.

Note:

Small discrepancies may occur due to rounding.

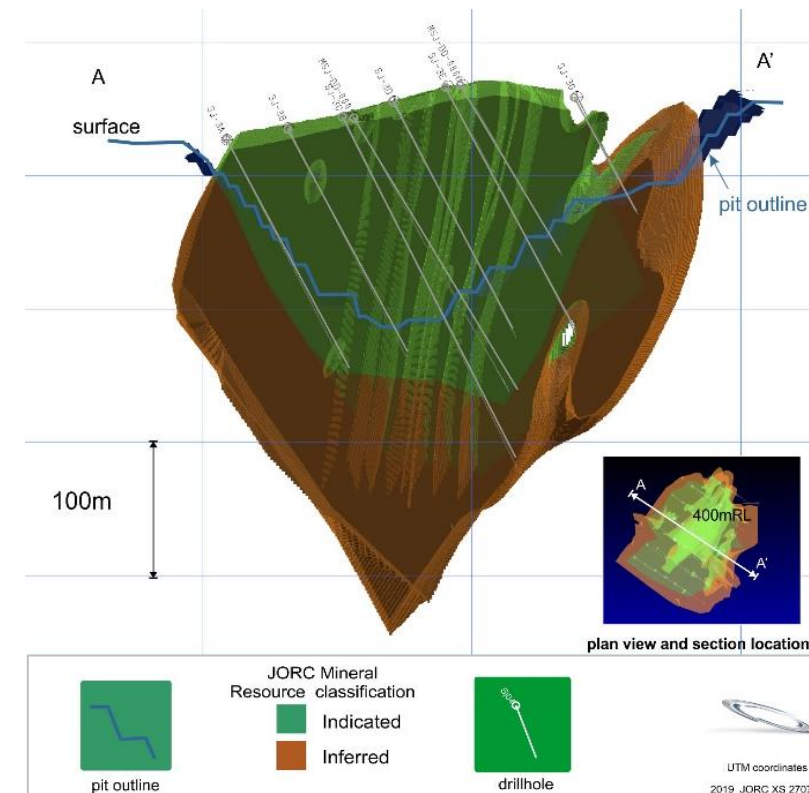
JORC Table 1 included in an announcement to the ASX released on 23 May 2018: “Lithium Resource and Open Pit Upgrade”. Infinity confirms that it is not aware of any new information or data that materially affects the information included in this announcement and that all material assumptions and technical parameters underpinning the estimates continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person’s findings are presented have not been materially modified from the original market announcement.

Lithium (Li) mineralisation is commonly expressed as either lithium oxide (Li₂O) or lithium carbonate (Li₂CO₃) or Lithium Carbonate Equivalent (LCE). Lithium Conversion:

1.0% Li = 2.153% Li₂O

1.0% Li = 5.32% Li₂CO₃

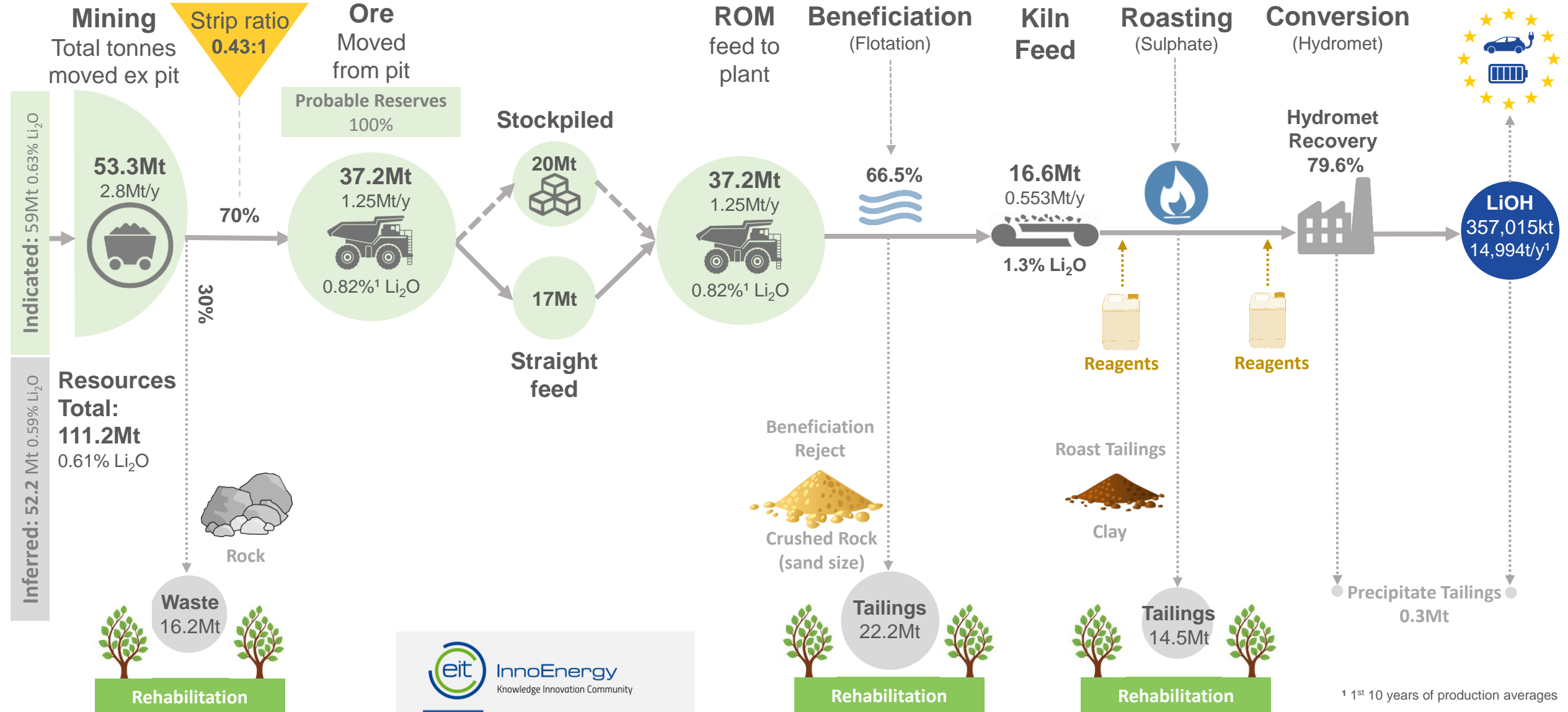
1.0% Li₂CO₃ = 0.880% LiOH.H₂O



x2 – Potential to double

PFS based 100% on Indicated Resources

A Uniquely Fully Integrated Industrial Lithium Project



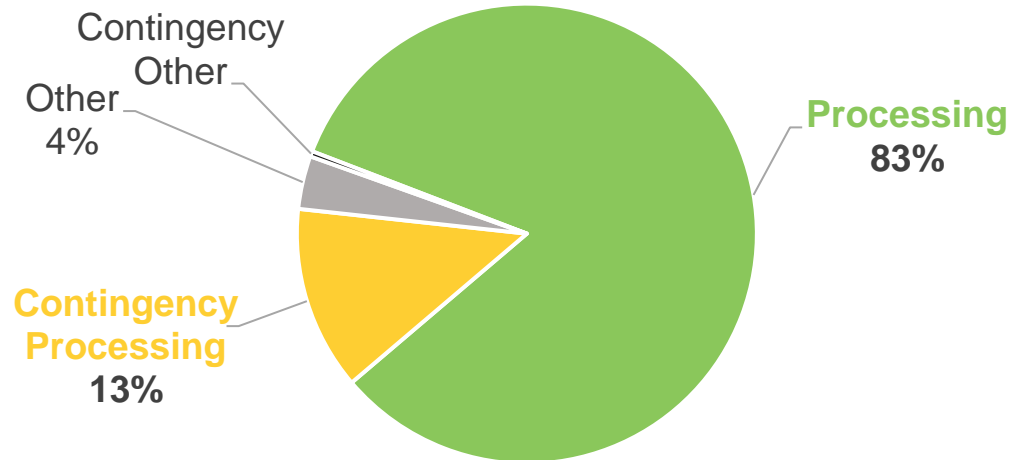
¹ 1st 10 years of production averages

A Uniquely Fully Integrated Industrial Lithium Project

Pre-Production Capital Expenditure

Including Contingency

\$309M



Conversion Plant (Processing):

- >83% of the total investment
- Majority of jobs – 155 direct positions
- No visibility from Caceres
- Using common fertilizer and recycling it as opposed to regular Chinese conversion practice with use of sulphuric,
- Dry stack tailings & continuous rehabilitation



Phase 1 Bench Scale

- Target: Produce 400-600g of Battery Grade Lithium Hydroxide and deliver sample to selected off-takers for testing & validation



Phase 1: €800K financed by EU funds



Phase 2 Pilot Plant

- Target: Produce 2-4kg of Battery Grade Lithium Hydroxide and deliver sample to selected off-takers for testing & validation






Phase 2: up to €2.4M, IE to support fund raising activities



A PFS Validating Strong Economics

INFINITY LITHIUM PROJECT LITHIUM HYDROXIDE PRE-FEASIBILITY STUDY

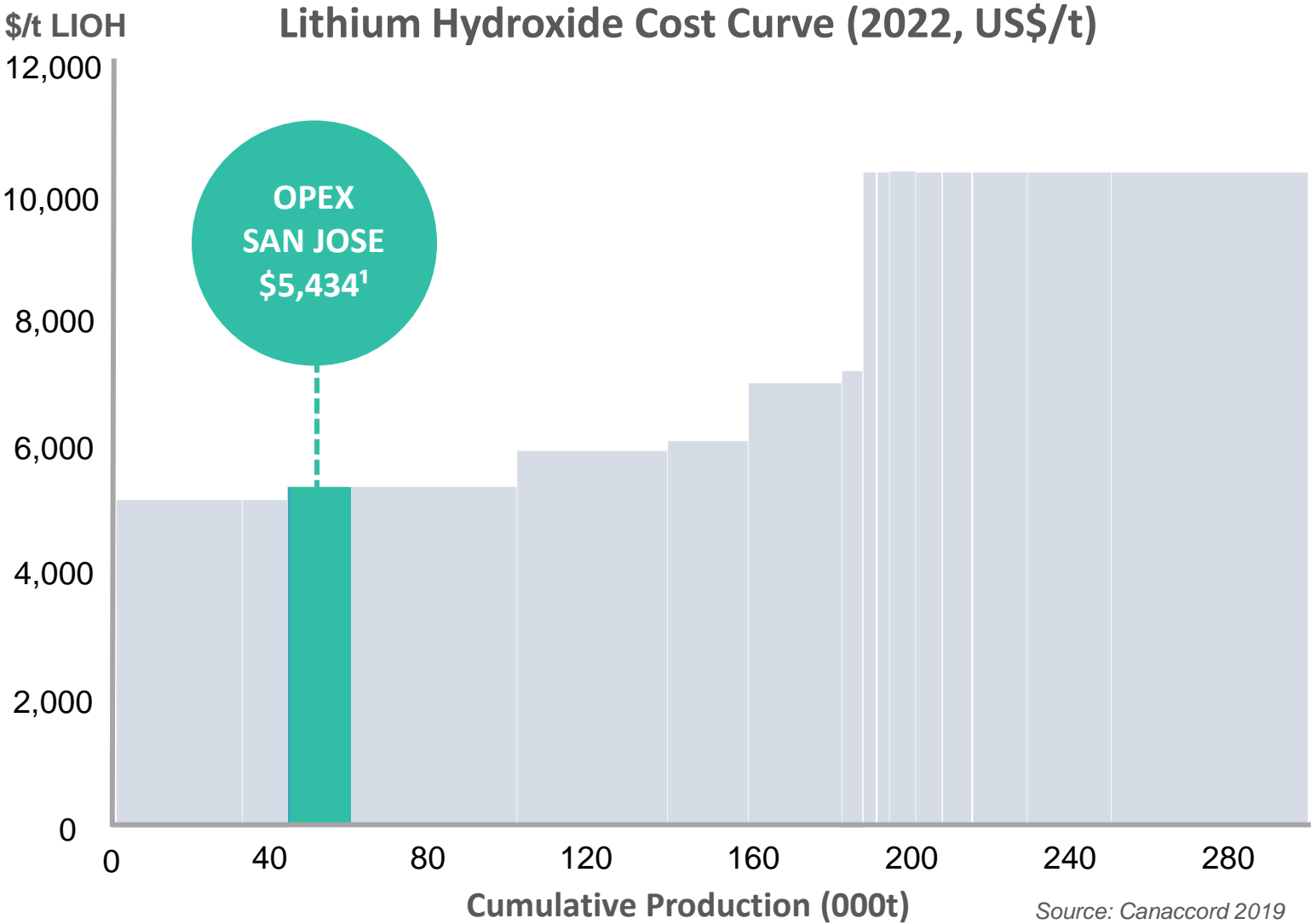


NPV ₁₀	Pre-tax		US\$860M	IRR	Pre-tax		42.3%
Total Revenue From Lithium Hydroxide			US\$6Bn	CAPEX ² (Pre-production)			US\$268M
OPEX ^{1,3}			US\$5,434/t	Capital Intensity			\$US16K/t
Annual Production ³ of lithium hydroxide			15,000t/y	Project Life Mine Life			30 years 19 years
2 nd Largest EU Hard Rock Lithium Resource			1.6Mt LCE	Strip Ratio			0.43:1

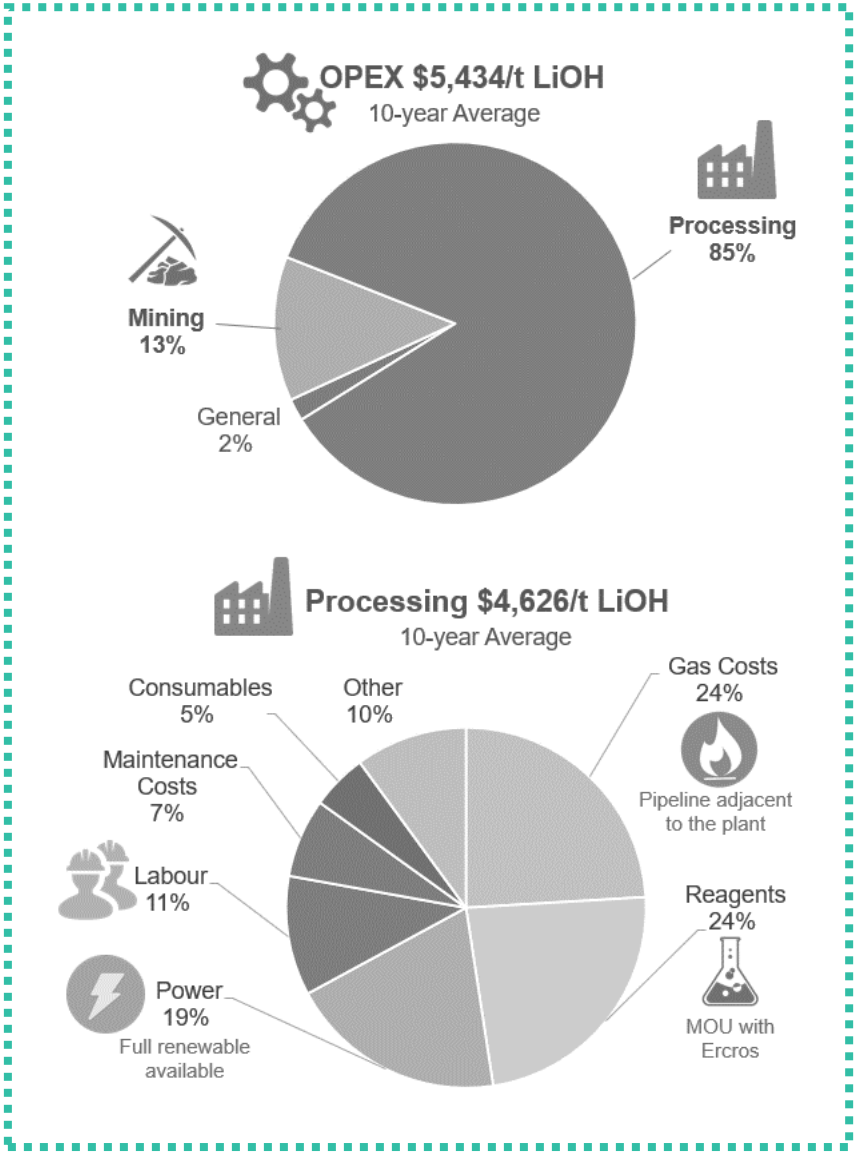
100% Project Ownership Basis

- (1) Average C1 cost over 10 years of production including ramp-up and C1 cost at nameplate capacity is US\$5,043/t, without by-product credits. Potential tin and boron credits are available and are being assessed in the ongoing optimization studies.
- (2) Excludes contingency. Total pre-production CAPEX including contingencies US\$309m
- (3) First 10 years of production

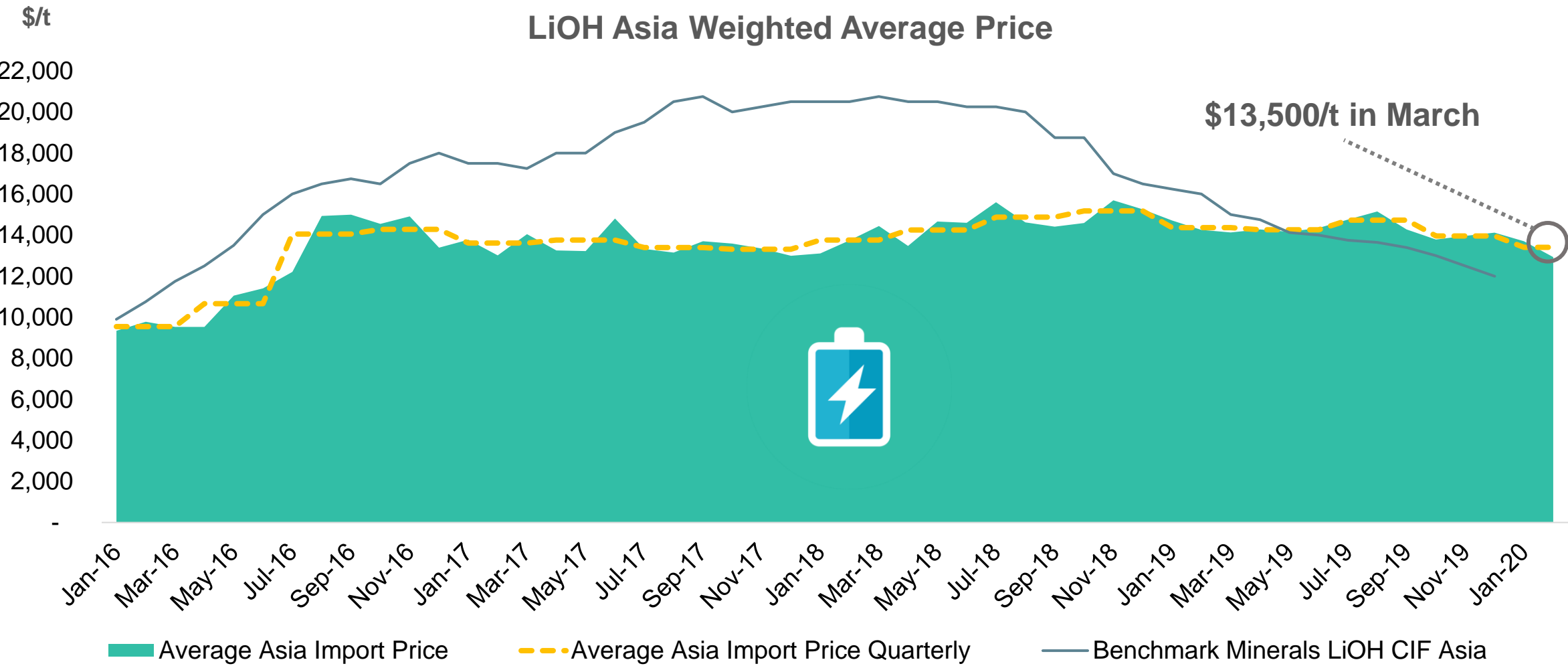
Seating At The Bottom Of The Global Cost Curve



¹Average C1 cost over 10 years of production including ramp-up and C1 cost at nameplate capacity is US\$5,043/t, without by-product credits. Potential tin and boron credits are available and are being assessed in the ongoing optimization studies.



Global Contract Prices Showing Stability



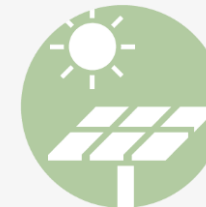
Weighed prices average for lithium hydroxide imports into Japan and South Korea from Chile, China, and the US. This represents 75% of the global LiOH trade and is mostly used in cathodes

A Sustainable, Low Carbon Footprint Operation

Integrated plant and proximity to end-markets lead to **very low transport footprint, reducing CO2 emissions** to a minimum



100% of our electricity requirement can be met by **renewable energy**



Using **fertilizer or safe reagents** for processing, which are also **recycled**



All reagents necessary for lithium processing **available domestically**



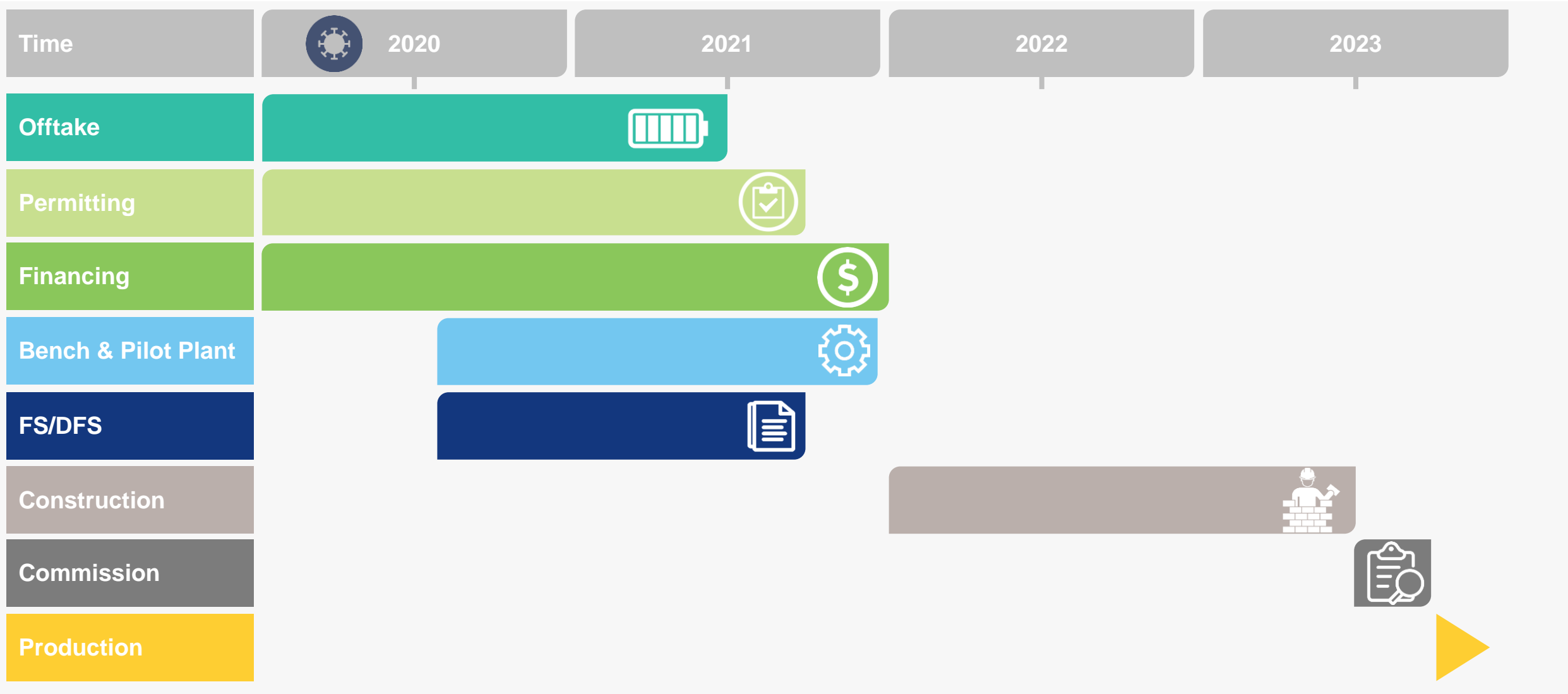
Low water consumption, significantly less than in brine production, most of the water is **recycled**



Lowest strip ratio in the industry, **minimum waste**, all **dry** stack tailings, no slurry



San Jose Project Timeline



Board of Directors & Management



Adrian Byass
Non-Executive Chairman



- BSc Geol Hons, B. Econ
- +20 years in the mining industry both in listed and unlisted entities globally, Non-Executive and Executive Director of various listed and unlisted mining entities, which have successfully transitioned to production in bulk, precious and specialty metals
- Currently on Boards of ASX phosphate, zinc and nickel companies
- ASX and AIM Board experience

Ryan Parkin
Managing Director/CEO



- CA ANZ
- BComm Accounting & Finance
- +15 years experience in corporate development, accounting and finance in both listed and unlisted companies
- Currently on Board of non-listed mining industry entity

Vincent Ledoux Pedailles
Executive Director



- MA Business
- Background in consulting and research in the petrochemical industry, specialty chemicals, minerals, base and minor metals
- Led the Lithium & Battery Metals team at IHS Markit and involved in the lithium industry since the early 2010's starting with Talison Lithium
- Appointed by the European Commission as a lithium expert to review the Critical Raw Material List

Felipe Benjumea
Non-Executive Director



- 30 years in the renewable energy sector with experience in the development of industrial projects in 80 countries as Chairman. NASDAQ and IBEX experience
- Currently on the Boards of hydrogen companies in Spain and USA and member of the Board of Trustees in Spanish Universities. Awarded the Medal of Scientific Merit of the Center for Energy, Environmental and Technological Research (CIEMAT) and the Grand Cross of Naval Merit.

Jonathan Whyte
Company Secretary



- Chartered Accountant
- Extensive corporate, company secretarial and financial accounting experience, predominantly for listed resource companies. Previously worked in the investment banking sector.

David Valls
Technical Manager - Spain



- BSc Geology
- +10 years in the mining and exploration industry in Europe and Africa as technical manager in the development of base and energy metals projects

Share Price⁽¹⁾ A\$0.105

Shares on Issue⁽²⁾ 238.8m

Options ⁽³⁾ 23.9m

Performance Rights⁽⁴⁾ 6.3m

SARS⁽⁵⁾ 10.0m

Market Capitalization⁽⁶⁾ A\$25.1m

Cash⁽⁷⁾ A\$1.0m

Debt Nil

Top 20 Shareholders 43%

Directors & Mgt 3.5%

ASX Code

INF

FRA Code

3PM



(1) INF closing share price 18th June 2020

(2) Related party shares to be issued subject to shareholder approval ~1.4m (refer to <https://www.asx.com.au/asxpdf/20200424/pdf/44h79sg5hk0kfb.pdf>)

(3) Includes ~ 12.6m options from last placement (refer to www.asx.com.au/asx/statistics/displayAnnouncement.do?display=pdf&idsId=02226262) and 715k related party options to be issued subject to shareholder approval (refer to <https://www.asx.com.au/asxpdf/20200424/pdf/44h79sg5hk0kfb.pdf>)

(4) Performance Rights expiry 31 December 2020 (refer to Notice of Meeting dated 25 October 2019)

(5) Share Appreciation Rights (refer Notice of Meeting dated 25 October 2019)

(6) Undiluted

(7) Cash balance 30 April 2020

Summary



First Project To Sign Binding European Funding Deal with InnoEnergy



Infinity is Strategically Located to Support Strong Demand Outlook For Lithium In Europe



A Large And Long-Term Asset Supporting EV Growth



A Uniquely Fully Integrated Lithium Project



San Jose Lithium Project Supported by Strong Economics



Sustainable, Low Carbon Footprint Operation

Follow Us



infinitylithium.com



sanjosevaldeflores.es



Infinity Lithium



@Infinitylithium

SUPPORTED BY



InnoEnergy



InnoEnergy is supported by the EIT,
a body of the European Union

INFINITY LITHIUM

Developing lithium production in Europe to power a renewable future



InnoEnergy is supported by the EIT,
a body of the European Union



InnoEnergy
Knowledge Innovation Community