



LI-S ENERGY LIMITED
ACN 634 839 857

**SHAREHOLDER COMMUNICATIONS AND CONTINUOUS
DISCLOSURE POLICY**

1. INTRODUCTION

- 1.1 Li-S Energy Limited (“Li-S Energy” or “Company”) recognises the right of shareholders to be informed of matters, in addition to those prescribed by law, which affect their investments in the Company and will endeavour to best practice shareholder communications.
- 1.2 Furthermore, the ASX Listing Rules and the *Corporations Act 2001* (Cth) (“*Corporations Act*”) mandates the immediate disclosure of any information concerning Li-S Energy Limited of which it is, or becomes aware¹, which a reasonable person would expect to have a ‘material’² effect on the price or value of Li-S Energy securities.

2. LI-S ENERGY DISCLOSURE FRAMEWORK

- 2.1 In keeping with the objective of effectively communicating with its shareholders, Li-S Energy has developed this Policy which confirms its commitment to:
- 2.1.1 dealing fairly, transparently and openly with both current and prospective shareholders;
 - 2.1.2 the use of available channels and technologies to reach shareholders who may be geographically dispersed in order to communicate promptly with all shareholders; and
 - 2.1.3 facilitating participation in shareholders meetings and dealing promptly with shareholder enquiries.
 - 2.1.4 promote effective communication of price sensitive or other relevant information to security holders, investors and the market generally.
- 2.2 Li-S Energy will make immediate public disclosure of any matter which it considers having a possible material effect on the price or value of its securities
- 2.3 Li-S Energy is a relatively small, listed company. Accordingly, it does not consider it necessary to formulate a specially constituted disclosure committee opting instead to reserve this important function to the Board of Directors, or where appropriate to representatives of the Board comprising, at least, the Chairman and Chief Executive Officer (“Authorised Representatives”).

¹ Li-S Energy will be deemed to have become aware of information where a director or executive officer (that is, a person concerned in, or taking part in, the management of Li-S Energy) has, or ought reasonably to have, come into possession of the information during performance of his/her duties as a director or executive officer of Li-S Energy.

² Information is material if there is a substantial likelihood that the information would influence investors in deciding whether to subscribe for, buy, sell or hold Li-S Energy securities.

- 2.4 If, in exceptional circumstances, price sensitive information is prematurely or inadvertently made public; and immediate release cannot be made in a manner which would fully inform the market, Li-S Energy may request a trading halt on its shares from the ASX to ensure that efficient trading in its shares is maintained. A trading halt may only be authorised by the Board and will be requested by the Company Secretary upon the giving of such authority.
- 2.5 Li-S Energy will *not* be required to disclose information where each of the following conditions is and remains satisfied:
- 2.5.2 a reasonable person would not expect the information to be disclosed; and
 - 2.5.3 the information is confidential in fact and the ASX has not formed the view that the information has ceased to be confidential; and
 - 2.5.4 one or more of the following conditions apply:
 - a. it would be a breach of a law to disclose the information;
 - b. the information:
 - i. concerns an incomplete proposal or negotiation (for example, pre-contractual negotiations);
 - ii. comprises matters of supposition or is insufficiently definite to warrant disclosure;
 - iii. is generated for the internal management purposes of Li-S Energy;
 - iv. is a trade secret.

3. ROLE OF THE BOARD

- 3.1 The Board of Directors, or its Authorised Representatives, will be responsible for:
- 3.1.1 preparation of announcements for release to the market;
 - 3.1.2 preparation of other public releases as necessary; and
 - 3.1.3 authorisation of the final form of announcement to the market.
- 3.2 The Company Secretary will be responsible for:
- 3.2.1 communications with the ASX in relation to Listing Rule matters;
 - 3.2.2 providing approved announcements to the ASX;
 - 3.2.3 regular monitoring of the press and share price;
 - 3.2.4 consultation with the Board regarding matters for announcement to the market; and
 - 3.2.5 ensuring the Board considers whether there are any matters requiring disclosure in respect of every item of business that it considers and notes all matters which were

disclosed since the last meeting.

4. AUTHORISED SPOKESPERSONS

- 4.1 The Chief Executive Officer and Chairman of Li-S Energy are the only persons authorised to speak on behalf of the Company. This restriction is designed to avoid inconsistent communications and reduce the risk of information being selectively released which may have a potential to impact upon the price or value of Li-S Energy shares.

5. POLICY BREACHES

- 5.1 The terms of this Policy have been approved by the Board of Directors.
- 5.2 Compliance with the terms of this Policy is mandatory.
- 5.3 Employees found to be in breach of any aspect of this Policy may be subject to disciplinary action including termination of their employment in appropriate cases.

Dated: July 2021