

MEDIA RELEASE

LPI.ASX

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Lithium Power International raises A\$25 million via successful Placement

Funds to progress and accelerate the development of the Maricunga brine project in Chile

Highlights:

- Firm commitments received from institutional, sophisticated and professional investors to raise approximately A\$25 million via a successful share Placement at A\$0.60 per share.
- The successful Placement highlights support for the Company's progress in Maricunga, with positive updated Definite Feasibility Study results announced earlier this year for its Stage One project.
- The Company is well-funded with pro-forma 30 June 2022 cash of A\$31.5 million.
- Consolidation of 100% of Maricunga ownership as announced on 22 June 2022 progressing well with Notice of Meeting to be dispatched within the next month

Lithium Power International (ASX: LPI) ("**Lithium Power**" or "**the Company**") is pleased to announce that it has received binding commitments from institutional, sophisticated and professional investors to raise A\$25 million (before costs) through a single tranche placement ("**Placement**"). The Placement will see the Company issue approximately 41,666,667 new fully paid ordinary shares at an issue price of A\$0.60 per share ("**New Shares**").

The Placement attracted strong support from both new and existing shareholders, and the Company is pleased to introduce a number of high-quality domestic and North American institutional investors to its register.

Commenting on the successful capital raising, Lithium Power's CEO & Managing Director, Cristobal Garcia-Huidobro, stated:

"The result of the capital raise is an outstanding endorsement of Lithium Power's ambition to rapidly advance the significant Maricunga lithium asset and capitalise on the rapid global shift towards the electrification of transport and infrastructure. Investing in green technologies is essential to ensuring the battery revolution and the delivery of clean, green energy that the world is eagerly awaiting.

The funds raised will allow Lithium Power to progress the development and accelerate the expansion of the Maricunga project, as well as general working capital purposes.

On behalf of the Company, I would like to warmly welcome new shareholders and thank existing shareholders for their ongoing support."

Use of Proceeds

Funds raised via the Placement will primarily be used to progress with the development and expand and accelerate the Maricunga project. Specifically, funds will be applied to the operational and pre-construction costs for the 100% consolidated Maricunga project and the increased operational compliance costs associated with the acquisition of the ownership of the Chilean and Canadian joint venture partners in Maricunga project.

Placement Details

New Shares issued in the Placement will be issued at a price of A\$0.60 per share, which represents a:

- 13.7% discount to the last closing price of A\$0.695 on 7 September 2022;
- 5% discount to the 5-day VWAP; and
- 3% discount to the 10-day VWAP

The Placement will take place in a single tranche pursuant to the Company's available Placement capacity under the ASX Listing Rules (34,110,679 shares under 7.1A and 7,555,988 shares under 7.1). New Shares will rank equally with the Company's existing fully paid ordinary shares on issue.

Settlement of the Placement is expected to occur on 15 September 2022.

Canaccord Genuity (Australia) Limited acted as Lead Manager and Bookrunner to the Placement.

Indicative Timetable

Event	2022 Time / Date
Trading Halt	Thursday 8 September
ASX Announcement / Resume Trading	Friday 9 September
DvP Settlement	Thursday 15 September
Expected date of ASX Quotation of Placement Securities	Friday 16 September

The timetable is indicative only and remains subject to change at Lithium Power's discretion, subject to compliance with applicable laws and the ASX Listing Rules.

Consolidation Update

Good progress is being made on the process for approval of the consolidation of the ownership of the Maricunga project that was previously announced by the Company on 22 June 2022. LPI expects that notices of meeting will be despatched within the next month to shareholders of LPI and Bearing Lithium Corp for approval of the transaction by their respective shareholders. The delay to the original timetable has largely been caused by the time taken to obtain an independent expert's report for shareholders and the need to first finalise the audit of the Company's year ended 30 June 2022 financial statements, which need to be provided to Bearing shareholders.

Maricunga Funding Update

The entity holding the Maricunga project, Minera Salar Blanco SA ("**MSB**"), is continuing to investigate the optimal sources of debt and equity funding available to develop the project in the most time and cost-efficient manner. As part of this process, which is being assisted by Canaccord, MSB has received several expressions of interest in relation to debt funding, equity funding and outright acquisition of MSB, which are expected to progress during the upcoming months. The Company will update investors when material progress on attractive proposal(s) has been achieved.

This ASX announcement has been approved by Lithium Power's Board of Directors and authorised for release by Lithium Power's CEO & Managing Director, Cristóbal García-Huidobro.

All dollar amounts are in Australian dollars unless otherwise indicated.

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