



**LOMIKO**  
METALS®

#439, 7184 120<sup>th</sup> Street, Surrey, BC, V3W 0M6 • Ph: (778) 228-1170 • Fax: (604) 583-1932 • Website: [www.lomiko.com](http://www.lomiko.com)

**NOTICE OF ANNUAL AND SPECIAL GENERAL MEETING OF SHAREHOLDERS  
TO BE HELD ON DECEMBER 6, 2021**

**AND**

**MANAGEMENT INFORMATION CIRCULAR**

*November 4, 2021*

*This document requires immediate attention. If you are in doubt as to how to deal with the documents or matters referred to in this management information circular, you should immediately contact your advisor.*

**If you are a registered Shareholder of the Company and are unable to attend the Meeting in person, please date and sign the enclosed form of proxy and return it in the envelope provided. All proxies to be valid, must be received by Olympia Trust Company, Suite 1900, 925 West Georgia Street, Vancouver, BC V6C 3L2, by fax to 403-668-8307, by email to [proxy@olympiatruster.com](mailto:proxy@olympiatruster.com) OR by via internet at <https://css.olympiatruster.com/pxlogin> and enter the 12-digit control number shown on reverse. at least 48 hours prior to the Meeting or any adjournment thereof. If you are not a registered shareholder (“beneficial shareholder”) of the Company and receive these materials through your broker or through another intermediary, please complete and return the voting instruction form in accordance with the instructions provided to you by your broker or intermediary.**



MONTREAL—November 4, 2021

**Letter to shareholders;**

**New vision. New strategy. New energy.**

**Dear shareholders;**

I am pleased and honoured to begin the journey for Lomiko Metals to become a high-growth, dynamic and modern critical minerals company with an experienced, energetic and motivated team of leaders and changemakers. Our shared values of respect, integrity, personal performance and ingenuity are at the forefront. Our team has extensive experience in growing businesses large and small, in mine construction and operations, and a deep understanding and respect for the long-term relationship building and entrepreneurial support needed in the communities where we operate. At Lomiko, we want to do things differently and become an operator and provider of choice for the required critical minerals for our new energy economy. In doing so, we are developing a community and First Nations critical path where people come first in all that we do: this will inform every step of our work, from exploration to production with our existing assets, and acquisition and growth of our portfolio.

The Board of Directors has determined it is in the best interests of all its stakeholders to appoint a dedicated and committed new leadership team to establish the Company and its base of operations in Quebec. To this effect, the new directors being nominated to the board are highly visionary, experienced and diverse. The board of directors will be majority independent, majority female with a female Lead Independent Director, highly diverse in background, with Indigenous female representation and representation in Quebec with three directors fluent in French. It is also of note that our management team reflects our vision of diversity in both gender and cultural background.

Together we represent a company with purpose: a people-first company where we can manifest a world of abundant renewable energy with Canadian critical minerals in North America. Our goal is to create a new energy future in Canada where we will grow the critical minerals workforce, become a valued partner and neighbour with the communities in which we operate and provide a secure and responsibly sourced supply of critical minerals. Critical minerals of interest include graphite, lithium, REE, PGMs and others that are deemed essential and under-supplied for our new energy and technology future. Lomiko is looking to play a significant role in Canada's decarbonization path where we would provide secure supply to the North American electric vehicle supply chain critical minerals and processing technology, which will enable 2° Celsius reduction in Greenhouse Gas Emissions (GHG) emission by 2040 and net-zero by 2050.

Consider that the United States National Mining Association has declared that the country has seen a 113% growth in the volume of critical minerals needed for importation since 1995 and is 100% reliant on imports for 14 of the 35 critical minerals, and 50% import reliant for 17. Canada is well endowed with a wealth of mineral resources, including graphite, where Canada represents 70% of projects globally under development and also in global under-supply with 50% deficit as a percent of market demand by 2030.

With La Loutre studies ongoing to de-risk and improve the technical, social, environmental and economic profile of this asset, Lomiko is poised for growth with this project. In preparation for Prefeasibility Study Lomiko is developing an infill drill program in order to increase confidence in its mineral resources and to confirm the tonnes and the grades within projected open pit shells. Also, the infill program will provide core data for the next level of the metallurgical studies which would further de-risk and provide input into the processing plant design. In early 2022, geotechnical testing and drilling would take place to inform infrastructure designs including the open pit, waste and codisposal facilities and plant designs. Lomiko has initiated baseline studies starting in August 2021. Baseline data collection including water flow and water quality testing will continue into 2022 as well as water bodies and wetlands studies, plant and animal studies and noise and air assessments. All those studies will inform the base for the Environmental Assessment report. Also, Lomiko is working on the costing exercises as it looks to decrease initial capital requirements (contracting or leasing equipment/services), and preliminary plant design. Those studies also introduce GHG reduction strategies and look into electrification and battery use for its mining fleet.

Lomiko also intends to follow up on two other showings within the La Loutre land package. The selection of additional exploration drill targets is currently underway.

Following the work completed in cooperation with Critical Elements and GoldSpot AI technology, we intend to expand on the exploration program at Bourier lithium project. As compiled results have identified numerous targets, Lomiko is looking to prioritize those targets and follow up with surface mapping, trenching and eventually drilling once sufficient information is collected to warrant more detailed drill planning. The deficit in lithium supply is also compelling in terms of managing supply and demand, with a 37% deficit as a percent of market demand by 2030.

Lomiko has conviction in a hub and spoke approach as we continue building a new energy company in Quebec, Canada: for the new energy vehicle to drive, the wheel must see an equal amount of opportunity and engagement created with each spoke of community, environment, investor and public stakeholders.

Lomiko is currently in a good cash position, with no debt and has the opportunity to continue to improve its capital structure from a good foundational base. As we further develop the programs at La Loutre and Bourier, the team will continue to focus on strong internal controls and cost management to support our growth as a new energy company.

And so, in conclusion, our challenge, to reach even 50% of EV penetration in vehicles in Canada; we require a 20x increase in battery supply, let alone the 100% EV penetration rate announced by the Federal government for 2035. Renewable energy super-centres, longer life batteries and charging stations can and should be sourced from Canadian critical minerals. Demand is robust and under-supplied, as the production of minerals, such as graphite, lithium, and cobalt, could increase by nearly 500% by 2050 according to the World Bank report Mineral for Climate Action. From a supply perspective, the IMF has determined that prices for critical minerals would reach historical peaks for an unprecedented and sustained period by several 100% from 2020, as a result of the deficits in the supply chain. A great opportunity for all stakeholders!

This context has a new framework altogether: we will create a people-first, responsibly sourced, secure and stable supply of critical minerals assets where projects are developed alongside communities and with all the innovation and ingenuity required to ensure the projects have a net positive impact on the environment and the communities we serve. This is our manifestation and vision.

Sincerely,

A handwritten signature in black ink that reads "Belinda Labatte". The signature is written in a cursive, flowing style.

Belinda Labatte

CEO and Director



**LOMIKO**  
METALS®

#439, 7184 120<sup>th</sup> Street, Surrey, BC, V3W 0M6 • Ph: (778) 228-1170 • Fax: (604) 583-1932 • Website: [www.lomiko.com](http://www.lomiko.com)

## NOTICE OF ANNUAL AND SPECIAL GENERAL MEETING

TO THE SHAREHOLDERS:

NOTICE IS HEREBY GIVEN that the Annual and Special General Meeting (the "Meeting") of **LOMIKO METALS INC.** (the "Company") will be held by means of remote communication, rather than in person, on Monday, December 6, 2021, at the hour of 11:00 a.m. (Eastern time) for the following purposes:

**In light of the rapidly evolving public health guidelines related to COVID-19 and group meeting restrictions, the meeting location may need to be moved at the last minute. A news release will be released, filed on our website and on SEDAR at least 48 hours preceding the meeting, should a location change be required.**

1. to receive the audited financial statements of the Company for the fiscal years ended July 31, 2020 and July 31, 2021, and the accompanying report of the auditors;
2. to set the number of directors of the Company for the ensuing year at seven persons;
3. to elect A. Paul Gill, Belinda Labatte, Eric Levy, Dominique Dionne, Sagiv Shiv, Anu Dhir and Lee Arden Lewis as directors of the Company to hold office until the next annual meeting of the Company, or until such time as their successors are duly elected or appointed in accordance with the Company's constating documents;
4. to appoint Dale Matheson Carr-Hilton Labonte LLP, Chartered Professional Accountants, as the auditors of the Company and to authorize the directors of the Company to fix the remuneration to be paid to the auditors;
5. to consider and, if deemed appropriate, to pass, with or without variation, an ordinary resolution of disinterested shareholders, the full text of which is set out under "Approval of the Company's 2021 Omnibus Incentive Plan" in the accompanying management information circular dated November 4, 2021 (the "Circular"), approving a new omnibus incentive plan;
6. to consider and, if deemed fit, to approve a special resolution, the full text of which is set out under "Approval to the Extension of Closing the Sale of the Company's Subsidiary– Special Resolution" in the Circular, approving the extension of closing the sale of the Company's wholly owned subsidiary in accordance with the *Business Corporations Act* (BC) to Promethieus Technologies Inc., as more particularly described in the Circular; and
7. to transact such further or other business as may properly come before the Meeting and any adjournment or postponement thereof.

The Circular provides additional information relating to the matters to be dealt with at the Meeting and is supplemental to, and expressly made a part of, this Notice of Meeting.

The Company's board of directors has fixed October 22, 2021 as the record date for the determination of shareholders entitled to notice of and to vote at the Meeting and at any adjournment or postponement thereof. Each registered shareholder ("Registered Shareholders") at the close of business on that date is entitled to such notice and to vote at the Meeting in the circumstances set out in the Circular.

Due to the public health impact of the coronavirus pandemic, also known as COVID-19, and to mitigate risks to the health and safety of our community, shareholders, employees and other stakeholders, the Company is conducting a virtual meeting of the shareholders of the Company. **Shareholders will not be able to attend the Meeting in person.** Instead, Registered Shareholders (as defined in the accompanying Circular under the headings "Appointment of Proxy" and "Revocation of Proxies") and duly appointed proxyholders can virtually attend, participate, vote or submit questions at the virtual Meeting online by registering before December 3, 2021 at the following link:

<https://bit.ly/3nRCExD>

After registering by completing the online survey, you will receive a confirmation email with access instructions.

**To ensure a smooth process, the Company is asking registered participants to log in by 10:45 a.m. (Eastern time) on December 6, 2021.**

Just as they would be at an in-person meeting, Registered Shareholders and duly appointed proxyholders will be able to attend the virtual Meeting, participate, submit questions online and vote virtually, all in real time, provided they are connected to the internet and comply with all of the requirements set out in the accompanying Circular. Registered Shareholders who are unable to attend the virtual Meeting are requested to complete, sign and date the accompanying form of proxy in accordance with the instructions provided therein and in the Circular and return it in accordance with the instructions and timelines set forth in the Circular. Non-registered (or beneficial) shareholders who have not duly appointed themselves as proxyholder will be able to attend the virtual Meeting as "guests", but will not be able to participate, submit questions or vote at the virtual Meeting.

If you are a Registered Shareholder of the Company and are unable to attend the Meeting in person, please complete, date and sign the accompanying form of proxy and deposit it with the Company's transfer agent, **Olympia Trust Company, Suite 1900, 925 West Georgia Street, Vancouver, BC V6C 3L2, by fax to 403-668-8307, by email to [proxy@olympiustrust.com](mailto:proxy@olympiustrust.com) OR by via internet at <https://css.olympiustrust.com/pxlogin> and enter the 12-digit control number shown on reverse. at least 48 hours prior to the Meeting or any adjournment thereof** (excluding Saturdays, Sundays and holidays recognized in the Province of British Columbia).

If you hold your common shares in a brokerage account, you are a non-Registered Shareholder ("Beneficial Shareholder"). If you are a Beneficial Shareholder of the Company and received this Notice of Meeting and accompanying materials through a broker, a financial institution, a participant, a trustee or administrator of a self-administered retirement savings plan, retirement income fund, education savings plan or other similar self-administered savings or investment plan registered under the *Income Tax Act* (Canada), or a nominee of any of the foregoing that holds your securities on your behalf (an "Intermediary"), please complete and return the materials in accordance with the instructions provided to you by your Intermediary.

#### **NOTE OF CAUTION CONCERNING COVID-19 OUTBREAK**

**At the date of this Notice and the Circular it is the intention of the Company to hold the Meeting at the location stated above in this Notice. We are continuously monitoring development of current coronavirus (COVID-19) outbreak ("COVID-19"). In light of the rapidly evolving public health guidelines related to COVID-19, we ask shareholders to consider voting their common shares by proxy and NOT attend the meeting in person. Shareholders who do wish to attend the Meeting in person, should carefully consider and follow the instructions of the federal Public Health Agency of Canada:**

<https://www.canada.ca/en/public-health/services/diseases/coronavirus-disease-covid-19.html>.

**We ask that shareholders also review and follow the instructions of any regional health authorities of the Province of British Columbia, including the Vancouver Coastal Health Authority, the Fraser Health Authority and any other health authority holding jurisdiction over the areas you must travel through to attend the Meeting. Please do not attend the Meeting in person if you are experiencing any cold or flu-like symptoms, or if you or someone with whom you have been in close contact has travelled to/from outside of Canada within the 14 days immediately prior to the Meeting. All shareholders are strongly encouraged to vote by submitting their completed form of proxy (or voting instruction form) prior to the Meeting by one of the means described on page 1, 2 and 3 of the Circular accompanying this Notice.**

**The Company reserves the right to take any additional pre-cautionary measures deemed to be appropriate, necessary or advisable in relation to the Meeting in response to further developments in the COVID-19 outbreak, including: (i) holding the Meeting virtually or by providing a webcast of the Meeting; (ii) hosting the Meeting solely by means of remote communication; (iii) changing the Meeting date and/or changing the means of holding the Meeting; (iv) denying access to persons who exhibit cold or flu-like symptoms, or who have, or have been in close contact with someone who has, travelled to/from outside of Canada within the 14 days immediately prior to the Meeting; and (v) such other measures as may be recommended by public health authorities in connection with gatherings of persons such as the Meeting. Should any such changes to the Meeting format occur, the Company will announce any and all of these changes by way of news release, which will be filed under the Company's profile on SEDAR as well as on our Company website at [www.lomiko.com](http://www.lomiko.com). We strongly recommend you check the Company's website prior to the Meeting for the most current**

information. In the event of any changes to the Meeting format due to the COVID-19 outbreak, the Company will not prepare or mail amended Meeting Proxy Materials.

While Registered Shareholders are entitled to attend the Meeting in person we strongly recommend that all Shareholders vote by proxy and accordingly ask that Registered Shareholders complete, date and sign the enclosed form of proxy, or another suitable form of proxy, and deliver it in accordance with the instructions set out in the form of proxy and in the Circular.

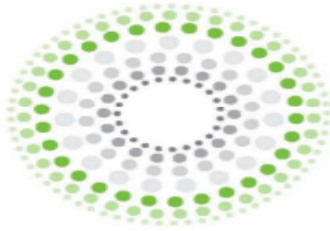
Beneficial Shareholders who hold their common shares through a bank, broker or other financial intermediary should carefully follow the instructions found on the form of Proxy or VIF provided to them by their intermediary, in order to cast their vote.

**THE BOARD OF DIRECTORS AND MANAGEMENT REQUEST ALL SHAREHOLDERS VOTE BY PROXY.**

DATED at Vancouver, British Columbia this 4<sup>th</sup> day of November, 2021.

**LOMIKO METALS INC.**

*(Signed) A. Paul Gill*  
A. Paul Gill  
Executive Chair



# LOMIKO METALS®

#439, 7184 120<sup>th</sup> Street, Surrey, BC, V3W 0M6 • Ph: (778) 228-1170 • Fax: (604) 583-1932 • Website: www.lomiko.com

## MANAGEMENT INFORMATION CIRCULAR As at November 4, 2021

### INTRODUCTION

This management information circular (the "Circular") accompanies the Notice of Annual and Special General Meeting (the "Notice") and is furnished to shareholders (each, a "Shareholder") holding common shares (each, a "Share") in the capital of LOMIKO METALS INC. (the "Company" or "Lomiko") in connection with the solicitation by the management of the Company of proxies to be voted at the Annual and Special General Meeting (the "Meeting") of the Shareholders to be held at 11:00 a.m. (Eastern time) on December 6, 2021 by means of remote communication, rather than in person or at any adjournment or postponement thereof.

Due to the public health impact of the coronavirus pandemic, also known as COVID-19, and to mitigate risks to the health and safety of our community, shareholders, employees and other stakeholders, the Company is conducting a virtual meeting of the shareholders of the Company. Shareholders will not be able to attend the Meeting in person. Instead, Registered Shareholders (as defined in the accompanying Circular under the heading "Appointment and Revocation of Proxies") and duly appointed proxyholders can virtually attend, participate, vote or submit questions at the virtual Meeting online by registering before December 3, 2021 at the following link:

<https://bit.ly/3nRCExD>

After registering by completing the online survey, you will receive a confirmation email with access instructions.

**To ensure a smooth process, the Company is asking registered participants to log in by 10:45 a.m. (Eastern time) on December 6, 2021.**

Just as they would be at an in-person meeting, Registered Shareholders and duly appointed proxyholders will be able to attend the virtual Meeting, participate, submit questions online and vote virtually, all in real time, provided they are connected to the internet and comply with all of the requirements set out in this Circular. Registered Shareholders who are unable to attend the virtual Meeting are requested to complete, sign and date the accompanying form of proxy in accordance with the instructions provided therein and in this Circular and return it in accordance with the instructions and timelines set forth in this Circular. Non-registered (or beneficial) shareholders who have not duly appointed themselves as proxyholder will be able to attend the virtual Meeting as "guests", but will not be able to participate, submit questions or vote at the virtual Meeting.

### **Date and Currency**

The date of this Circular is November 4, 2021. Unless otherwise stated, all amounts herein are in Canadian dollars.

### **NOTE OF CAUTION CONCERNING COVID-19 OUTBREAK**

**At the date of this Circular it is the intention of the Company to hold the Meeting at the location stated above. We are continuously monitoring development of current coronavirus (COVID-19) outbreak ("COVID-19"). In light of the rapidly evolving public health guidelines related to COVID-19, we ask shareholders to consider voting their Shares by proxy and NOT attend the meeting in person. Shareholders who do wish to attend the**

**Meeting in person, should carefully consider and follow the instructions of the federal Public Health Agency of Canada:** <https://www.canada.ca/en/public-health/services/diseases/coronavirus-disease-covid-19.html>.

We ask that shareholders also review and follow the instructions of any regional health authorities of the Province of British Columbia, including the Vancouver Coastal Health Authority, the Fraser Health Authority and any other health authority holding jurisdiction over the areas you must travel through to attend the Meeting. Please do not attend the Meeting in person if you are experiencing any cold or flu-like symptoms, or if you or someone with whom you have been in close contact has travelled to/from outside of Canada within the 14 days immediately prior to the Meeting. All shareholders are strongly encouraged to vote by submitting their completed form of proxy (or voting instruction form) prior to the Meeting by one of the means described on pages 1, 2 and 3 of this Circular.

The Company reserves the right to take any additional pre-cautionary measures deemed to be appropriate, necessary or advisable in relation to the Meeting in response to further developments in the COVID-19 outbreak, including: (i) holding the Meeting virtually or by providing a webcast of the Meeting; (ii) hosting the Meeting solely by means of remote communication; (iii) changing the Meeting date and/or changing the means of holding the Meeting; (iv) denying access to persons who exhibit cold or flu-like symptoms, or who have, or have been in close contact with someone who has, travelled to/from outside of Canada within the 14 days immediately prior to the Meeting; and (v) such other measures as may be recommended by public health authorities in connection with gatherings of persons such as the Meeting. Should any such changes to the Meeting format occur, the Company will announce any and all of these changes by way of news release, which will be filed under the Company's profile on SEDAR as well as on our Company website at [www.lomiko.com](http://www.lomiko.com). We strongly recommend you check the Company's website prior to the Meeting for the most current information. In the event of any changes to the Meeting format due to the COVID-19 outbreak, the Company will not prepare or mail amended Meeting Proxy Materials.

## **PROXIES AND VOTING RIGHTS**

### **Management Solicitation**

The solicitation of proxies by management of the Company will be conducted by mail and may be supplemented by telephone or other personal contact to be made without special compensation by the directors, officers and employees of the Company. The Company does not reimburse Shareholders, nominees or agents for costs incurred in obtaining from their principals authorization to execute forms of proxy, except that the Company has requested brokers and nominees who hold stock in their respective names to furnish this proxy material to their customers, and the Company will reimburse such brokers and nominees for their related out of pocket expenses. No solicitation will be made by specially engaged employees or soliciting agents. The cost of solicitation will be borne by the Company.

No person has been authorized to give any information or to make any representation other than as contained in this Circular in connection with the solicitation of proxies. If given or made, such information or representations must not be relied upon as having been authorized by the Company. The delivery of this Circular shall not create, under any circumstances, any implication that there has been no change in the information set forth herein since the date of this Circular. This Circular does not constitute the solicitation of a proxy by anyone in any jurisdiction in which such solicitation is not authorized, or in which the person making such solicitation is not qualified to do so, or to anyone to whom it is unlawful to make such an offer of solicitation.

### **Appointment of Proxy**

Shareholders of the Company may be "Registered Shareholders" or "Beneficial Shareholders". If Shares are registered in the Shareholder's name, they are said to be owned by a "Registered Shareholder". If Shares are registered in the name of an intermediary and not registered in the Shareholder's name, they are said to be owned by a "Beneficial Shareholder". An intermediary is usually a bank, trust company, securities dealer or broker, or a clearing agency in which an intermediary participates. Registered Shareholders are entitled to vote at the Meeting. A Shareholder is entitled to one vote for each Share that such Shareholder holds on the record date of October 22, 2021 (the "Record Date") on the resolutions to be voted upon at the Meeting, and any other matter to come before the Meeting.

The persons named as proxyholders (the "Designated Persons") in the enclosed form of proxy are directors and/or officers of the Company.



**A SHAREHOLDER HAS THE RIGHT TO APPOINT A PERSON OR COMPANY (WHO NEED NOT BE A SHAREHOLDER) OTHER THAN THE DESIGNATED PERSONS NAMED IN THE ENCLOSED FORM OF PROXY TO ATTEND AND ACT FOR OR ON BEHALF OF THAT SHAREHOLDER AT THE MEETING.**

**A SHAREHOLDER MAY EXERCISE THIS RIGHT BY STRIKING OUT THE PRINTED NAMES OF THE DESIGNATED PERSONS AND INSERTING THE NAME OF SUCH OTHER PERSON AND, IF DESIRED, AN ALTERNATE TO SUCH PERSON, IN THE BLANK SPACE PROVIDED ON THE FORM OF PROXY. SUCH SHAREHOLDER SHOULD NOTIFY THE NOMINEE OF THE APPOINTMENT, OBTAIN THE NOMINEE'S CONSENT TO ACT AS PROXY AND SHOULD PROVIDE INSTRUCTION TO THE NOMINEE ON HOW THE SHAREHOLDER'S SHARES SHOULD BE VOTED. THE NOMINEE SHOULD BRING PERSONAL IDENTIFICATION TO THE MEETING.**

In order to be voted, the completed form of proxy must be received by the Company's registrar and transfer agent, Olympia Trust Company, Suite 1900, 925 West Georgia Street, Vancouver, BC V6C 3L2, by fax to 403-668-8307, by email to [proxy@olympiustrust.com](mailto:proxy@olympiustrust.com) OR by via internet at <https://css.olympiustrust.com/pxlogin> and enter the 12-digit control number shown on reverse at least 48 hours (excluding Saturdays, Sundays and holidays recognized in the Province of British Columbia) prior to the scheduled time of the Meeting, or any adjournment or postponement thereof.

A proxy may not be valid unless it is dated and signed by the Shareholder who is giving it or by that Shareholder's attorney-in-fact duly authorized by that Shareholder in writing or, in the case of a corporation, dated and executed by a duly authorized officer or attorney-in-fact for the corporation. If a form of proxy is executed by an attorney-in-fact for an individual Shareholder or joint Shareholders, or by an officer or attorney-in-fact for a corporate Shareholder, the instrument so empowering the officer or attorney-in-fact, as the case may be, or a notarial certified copy thereof, must accompany the form of proxy.

#### **Revocation of Proxies**

A Shareholder who has given a proxy may revoke it at any time before it is exercised by an instrument in writing: (a) executed by that Shareholder or by that Shareholder's attorney-in-fact, authorized in writing, or, where the Shareholder is a corporation, by a duly authorized officer of, or attorney-in-fact for, the corporation; and (b) delivered either: (i) to the Company at the address set forth above, at any time up to and including the last business day preceding the day of the Meeting or, if adjourned or postponed, any reconvening thereof, or (ii) to the Chairman of the Meeting prior to the vote on matters covered by the proxy on the day of the Meeting or, if adjourned or postponed, any reconvening thereof, or (iii) in any other manner provided by law.

Also, a proxy will automatically be revoked by either: (i) attendance at the Meeting and participation in a poll (ballot) by a Shareholder, or (ii) submission of a subsequent proxy in accordance with the foregoing procedures. A revocation of a proxy does not affect any matter on which a vote has been taken prior to any such revocation.

#### **Voting of Shares and Proxies and Exercise of Discretion by Designated Persons**

A Shareholder may indicate the manner in which the Designated Persons are to vote with respect to a matter to be voted upon at the Meeting by marking the appropriate space. If the instructions as to voting indicated in the proxy are certain, the Shares represented by the proxy will be voted or withheld from voting in accordance with the instructions given in the proxy. If the Shareholder specifies a choice in the proxy with respect to a matter to be acted upon, then the Shares represented will be voted or withheld from the vote on that matter accordingly. **The Shares represented by a proxy will be voted or withheld from voting in accordance with the instructions of the Shareholder on any ballot that may be called for and if the Shareholder specifies a choice with respect to any matter to be acted upon, the Shares will be voted accordingly.**

If no choice is specified in the proxy with respect to a matter to be acted upon, the proxy confers discretionary authority with respect to that matter upon the Designated Persons named in the form of proxy. It is intended that the Designated Persons will vote the Shares represented by the proxy in favor of each matter identified in the proxy AND for the nominees of the Company's board of directors (the "Board") for directors and auditor.

The enclosed form of proxy confers discretionary authority upon the persons named therein with respect to other matters which may properly come before the Meeting, including any amendments or variations to any matters identified in the Notice, and with respect to other matters which may properly come before the Meeting. At the date of this Circular, management of the Company is not aware of any such amendments, variations, or other matters to come before the Meeting.

In the case of abstentions from, or withholding of, the voting of the Shares on any matter, the Shares that are the subject of the abstention or withholding will be counted for determination of a quorum, but will not be counted as affirmative or negative on the matter to be voted upon.

### ADVICE TO BENEFICIAL SHAREHOLDERS

**The information set out in this section is of significant importance to those Shareholders who do not hold Shares in their own name. Beneficial Shareholders should note that only proxies deposited by Shareholders whose names appear on the records of the Company as the registered holders of Shares can be recognized and acted upon at the Meeting.** If Shares are listed in an account statement provided by a broker, then in almost all cases those Shares will not be registered in the Beneficial Shareholder's name on the records of the Company. Such Shares will more likely be registered under the names of the Beneficial Shareholder's broker or an agent of that broker. In the United States, the vast majority of such Shares are registered under the name of Cede & Co. as nominee for The Depository Trust Company (which acts as depository for many U.S. brokerage firms and custodian banks), and in Canada, under the name of CDS & Co. (the registration name for The Canadian Depository for Securities Limited, which acts as nominee for many Canadian brokerage firms). **Beneficial Shareholders should ensure that instructions respecting the voting of their Shares are communicated to the appropriate person well in advance of the Meeting.**

The Company does not have access to names of Beneficial Shareholders. Applicable regulatory policy requires intermediaries/brokers to seek voting instructions from Beneficial Shareholders in advance of Shareholders' meetings. Every intermediary/broker has its own mailing procedures and provides its own return instructions to clients, which should be carefully followed by Beneficial Shareholders in order to ensure that their Shares are voted at the Meeting. The form of proxy supplied to a Beneficial Shareholder by its broker (or the agent of the broker) is similar to the form of proxy provided to Registered Shareholders by the Company. However, its purpose is limited to instructing the Registered Shareholder (the broker or agent of the broker) how to vote on behalf of the Beneficial Shareholder. The majority of brokers now delegate responsibility for obtaining instructions from clients to Broadridge Financial Solutions, Inc. ("Broadridge") in the United States and in Canada. Broadridge typically prepares a special voting instruction form, mails this form to the Beneficial Shareholders and asks for appropriate instructions regarding the voting of Shares to be voted at the Meeting. Beneficial Shareholders are requested to complete and return the voting instructions to Broadridge by mail or facsimile. Alternatively, Beneficial Shareholders can call a toll-free number and access Broadridge's dedicated voting website (each as noted on the voting instruction form) to deliver their voting instructions and to vote the Shares held by them. Broadridge then tabulates the results of all instructions received and provides appropriate instructions respecting the voting of Shares to be represented at the Meeting. **A Beneficial Shareholder receiving a Broadridge voting instruction form cannot use that form as a proxy to vote Shares directly at the Meeting – the voting instruction form must be returned to Broadridge well in advance of the Meeting in order to have its Shares voted at the Meeting.**

Although a Beneficial Shareholder may not be recognized directly at the Meeting for the purposes of voting Shares registered in the name of their broker (or agent of the broker), a Beneficial Shareholder may attend at the Meeting as proxyholder for the Registered Shareholder and vote the Shares in that capacity. Beneficial Shareholders who wish to attend at the Meeting and indirectly vote their Shares as proxyholder for the Registered Shareholder should enter their own names in the blank space on the instrument of proxy provided to them and return the same to their broker (or the broker's agent) in accordance with the instructions provided by such broker (or agent), well in advance of the Meeting.

Alternatively, a Beneficial Shareholder may request in writing that their broker send to the Beneficial Shareholder a legal proxy which would enable the Beneficial Shareholder to attend at the Meeting and vote their Shares.

All references to Shareholders in this Circular are to Registered Shareholders, unless specifically stated otherwise.

## NOTICE AND ACCESS

The Company is **not** sending the Meeting materials to Shareholders using "notice-and-access", as defined under National Instrument 54-101 *Communication with Beneficial Owners of Securities of a Reporting Issuer* and National Instrument 51-102 *Continuous Disclosure Obligations*.

Copies of the documents incorporated herein by reference may be obtained by a Shareholder upon request without charge from the Company at #439, 7184 120<sup>th</sup> Street, Surrey, BC, V3W 0M6. These documents are also available through the internet on SEDAR, which can be accessed at [www.sedar.com](http://www.sedar.com).

## VOTING SECURITIES AND PRINCIPAL HOLDERS OF VOTING SECURITIES

The Company is authorized to issue an unlimited number of Shares without par value. As of the Record Date, October 22, 2021, a total of 238,101,546 Shares were issued and outstanding. Each Share carries the right to one vote at the Meeting.

Only Registered Shareholders as of the Record Date are entitled to receive notice of, and to attend and vote at, the Meeting or any adjournment or postponement of the Meeting.

Under the Articles of the Company, subject to the special rights and restrictions attached to the shares of any class or series of shares, the quorum for the transaction of business at a meeting of Shareholders is one person present or represented by proxy.

To the knowledge of the directors and senior officers of the Company, no person or company beneficially owns, directly or indirectly, or exercises control or direction over, Shares carrying more than 10% of the voting rights attached to the outstanding Shares of the Company.

## ADVANCE NOTICE BYLAW - POLICY

At the Company's annual general and special meeting held on October 18, 2013, the Shareholders ratified, confirmed, authorized and approved the Company's Advance Notice Bylaw and Adoption of New Articles with respect to the timing and format of director nominations. The full text of the Advance Notice Bylaw has been filed on SEDAR at [www.sedar.com](http://www.sedar.com) on October 24, 2013. The Company subsequently altered/amended its Articles to reflect the same. The following information is intended as a brief summary of the Advance Notice Bylaw and is qualified in its entirety by the full text of the Advance Notice Bylaw Policy.

The purpose of the Advance Notice Bylaw is to provide Shareholders, directors and management of the Company with a clear framework for nominating directors of the Company. To be timely, a Nominating Shareholder (as defined in the Advance Notice Bylaw Policy) must send notice to the Company:

- (a) in the case of an annual meeting of Shareholders, not less than 30 days nor more than 65 days prior to the date of the annual meeting of Shareholders; provided, however, that in the event that the annual meeting of Shareholders is to be held on a date that is less than 50 days after the date on which the first public announcement of the date of the annual meeting was made, notice by the Nominating Shareholder may be given not later than the close of business on the 10<sup>th</sup> day following the notice date; and
- (b) in the case of a special meeting (which is not also an annual meeting) of Shareholders called for the purpose of electing directors, not later than the close of business on the 15<sup>th</sup> day following the day on which the first public announcement of the date of the special meeting of Shareholders was made.

To be in proper written form, a Nominating Shareholder's notice must be addressed to the Corporate Secretary of the Company, and must set forth:

- (a) as to each person whom the Nominating Shareholder proposes to nominate for election as a director:
  - (i) the name, age, business address and residential address of the person;

- (ii) the present principal occupation or employment of the person and the principal occupation or employment within the five years preceding the notice;
  - (iii) the citizenship of such person;
  - (iv) the shareholdings of the person; and
  - (v) a statement as to whether such person would be "independent";
- (b) the full particulars regarding any oral or written proxy, contract, agreement, arrangement, understanding or relationship pursuant to which such Nominating Shareholder has a right to vote or direct the voting of any Shares of the Company; and
  - (c) any other information relating to such Nominating Shareholder that would be required to be made in a dissident's proxy circular in connection with solicitations of proxies for election of directors pursuant to the *Business Corporations Act* (British Columbia) and applicable securities laws.

### STATEMENT OF EXECUTIVE COMPENSATION

The following information is presented in accordance with National Instrument Form 51-102F6V – *Statement of Executive Compensation*, and sets forth compensation for each of A. Paul Gill, Chief Executive Officer (the “CEO”) and director, Jacqueline Michael, Chief Financial Officer (the “CFO”) and director (together, the “NEOs”), Gabriel Erdelyi, Mike Petrina and Gregg Jensen, directors as at July 31, 2021 and Julius Galik, a former director of the Company.

#### General

For the purposes of this Statement of Executive Compensation:

“CEO” means an individual who acted as chief executive officer of the Company, or acted in a similar capacity, for any part of the most recently completed financial year;

“CFO” means an individual who acted as chief financial officer of the Company, or acted in a similar capacity, for any part of the most recently completed financial year;

“Named Executive Officer” or “NEO” means each of the following individuals:

- (a) a CEO;
- (b) a CFO;
- (c) each of the three most highly compensated executive officers of the Company, including any of its subsidiaries, or the three most highly compensated individuals acting in a similar capacity, other than the CEO and CFO, at the end of the most recently completed financial year and whose total compensation was, individually, more than \$150,000 as determined in accordance with applicable securities laws; and
- (d) each individual who would be a NEO under paragraph (c) but for the fact that the individual was neither an executive officer of the Company, nor acting in a similar capacity at the end of the most recently completed financial year.

Based on the foregoing definition, during the last completed fiscal year of the Company ended July 31, 2021, the Company had two NEOs, namely, A. Paul Gill, the CEO, and Jacqueline Michael, the CFO.

#### Compensation Discussion and Analysis

The Company’s compensation philosophy for its Named Executive Officers is designed to attract well qualified individuals in what is essentially an international market by paying competitive base management fees plus short and long-term incentive compensation in the form of Stock Options or other suitable long-term incentives. The Board meets to discuss and determine executive compensation without reference to formal objectives, criteria or analysis. In making its determinations regarding the various elements of executive compensation, the Board does not benchmark its executive compensation program, but from time to time does review compensation practices of companies of similar size and stage of development to ensure the compensation paid is competitive within the Company’s industry and geographic location while taking into account the financial and other resources of the Company.

The duties and responsibilities of the President and CEO are typical of those of a business entity of the Company's size in a similar business and include direct reporting responsibility to the Board, overseeing the activities of all other executive and management consultants, representing the Company, providing leadership and responsibility for achieving corporate goals and implementing corporate policies and initiatives.

#### *Elements of Compensation*

The Company's executive compensation policy consists of an annual base salary and long-term incentives in the form of Stock Options granted under the Company's former Option Plan, which was adopted in 2011 (the "Existing Option Plan"). If adopted by the disinterested Shareholders at the Meeting, the new 2021 Omnibus Incentive Plan (the "Omnibus Plan") will replace the Existing Option Plan.

The base salaries paid to officers of the Company are intended to provide fixed levels of competitive pay that reflect each officer's primary duties and responsibilities and the level of skill and experience required to successfully perform their role. The Company intends to pay base salaries to officers that are competitive with those for similar positions in the same industry to attract and retain executive talent in the market in which the Company competes for talent. Base salaries of officers are reviewed annually by the Board.

#### *Compensation Policies and Risk Management*

The Board considers the implications of the risks associated with the Company's compensation policies and practices when determining rewards for its officers. In 2012, the Board conducted its initial review and the Company intends to review at least once annually the risks, if any, associated with the Company's compensation policies and practices.

Executive compensation is comprised of short-term compensation in the form of a base salary and long-term ownership through the Company's Existing Option Plan. This structure ensures that a significant portion of executive compensation (Stock Options) is both long-term and "at risk" and, accordingly, is directly linked to the achievement of business results and the creation of long-term Shareholder value. As the benefits of such compensation, if any, are not realized by officers until a significant period of time has passed, the ability of officers to take inappropriate or excessive risks that are beneficial to their compensation at the expense of the Company and the Shareholders is extremely limited. Furthermore, the short-term component of executive compensation (base salary) represents a relatively small part of the total compensation. As a result, it is unlikely an officer would take inappropriate or excessive risks at the expense of the Company or the Shareholders that would be beneficial to their short-term compensation when their long-term compensation might be put at risk from their actions.

Due to the small size of the Company and the current level of the Company's activity, the Board is able to closely monitor and consider any risks which may be associated with the Company's compensation policies and practices. Risks, if any, may be identified and mitigated through regular Board meetings during which financial and other information of the Company are reviewed. No risks have been identified arising from the Company's compensation policies and practices that are reasonably likely to have a material adverse effect on the Company.

#### *Hedging of Economic Risks in the Company's Securities*

The Company has not adopted a policy prohibiting Directors or officers from purchasing financial instruments that are designed to hedge or offset a decrease in market value of the Company's securities granted as compensation or held, directly or indirectly, by Directors or officers. However, the Company is not aware of any Directors or officers having entered into this type of transaction.

#### **Share-Based and Option-Based Awards**

For the fiscal year ended July 31, 2021, the Board attributed Stock Options pursuant to the Existing Option Plan. In determining the number of Stock Options to be granted to the executive officers, the Board takes into account the number of Stock Options, if any, previously granted to each executive officer, and the exercise price of any outstanding Stock Options to ensure that such grants are in accordance with the policies of the TSX Venture Exchange ("TSXV"), and closely align the interests of the executive officers with the interests of Shareholders.

The Board as a whole has the responsibility to administer the compensation policies related to the executive management of the Company, including option-based awards.

If approved by the disinterested Shareholders at the Meeting, the Company's Omnibus Plan will be used to provide Security-Based Compensation Awards which are granted in consideration of the level of responsibility of the executive as well as his or her impact or contribution to the longer-term operating performance of the Company.

### Compensation Governance

Options are granted at the discretion of the Board, which considers factors such as how other junior exploration companies grant options and the potential value that each optionee is contributing to the Company. The number of options granted to an individual is based on such considerations.

### Director and Named Executive Officer Compensation, Excluding Compensation Securities

The following table sets out all compensation paid, payable, awarded, granted, given, or otherwise provided, directly or indirectly, by the Company to each NEO and director, in any capacity, for the two most recently completed financial years.

Table of compensation excluding compensation securities							
Name and position	Year	Salary, consulting fee, retainer or commission (\$)	Bonus (\$)	Committee or meeting fees (\$)	Value of Perquisites (\$)	Value of all other compensation (\$)	Total compensation (\$)
A. Paul Gill <sup>(1)</sup> CEO and Director	2021	90,000 <sup>(2)</sup>	Nil	Nil	Nil	Nil	90,000
	2020	90,000 <sup>(2)</sup>	Nil	Nil	Nil	Nil	90,000
Jacqueline Michael <sup>(3)</sup> CFO and Director	2021	90,000 <sup>(4)</sup>	Nil	Nil	Nil	Nil	90,000
	2020	90,000 <sup>(4)</sup>	Nil	Nil	Nil	Nil	90,000
Gabriel Erdelyi Director	2021	Nil	Nil	10,000	Nil	Nil	10,000
	2020	Nil	Nil	Nil	Nil	Nil	Nil
Mike Petrina <sup>(5)</sup> Director	2021	Nil	Nil	46,640	Nil	Nil	46,640
	2020	Nil	Nil	Nil	Nil	Nil	Nil
Gregg Jensen <sup>(6)</sup> Director	2021	Nil	Nil	10,000	Nil	Nil	10,000
	2020	Nil	Nil	Nil	Nil	Nil	Nil
Julius Galik <sup>(7)</sup> Director (former)	2021	Nil	Nil	Nil	Nil	Nil	Nil
	2020	Nil	Nil	Nil	Nil	Nil	Nil

NOTES:

- (1) A. Paul Gill was replaced by Belinda Labatte as CEO effective October 26, 2021.
- (2) Management fees paid to AJS Management Corp., a private company wholly owned by Mr. Gill.
- (3) Jacqueline Michael was replaced by Vincent Osbourne as CFO effective October 26, 2021.
- (4) Management fees paid to M&M Corporate Services; a private company wholly owned by Ms. Michael.
- (5) Mike Petrina appointed as director effective December 7, 2020.
- (6) Gregg Jensen appointed as director effective December 17, 2020.
- (7) Julius Galik resigned as a director effective December 17, 2020.

## Stock Options and Other Compensation Securities

The following table sets out all compensation securities granted or issued to each NEO and director by the Company for services provided or to be provided, directly or indirectly, to the Company in the most recently completed financial year ended July 31, 2021.

Compensation Securities							
Name and position	Type of compensation security	Number of compensation securities, number of underlying securities, and percentage of class	Date of issue or grant	Issue, conversion or exercise price (\$)	Closing price of security or underlying security on date of grant (\$)	Closing price of security or underlying security at year end (July 31, 2021) (\$)	Expiry date
A. Paul Gill <sup>(1)</sup> CEO and Director	Stock Option	1,000,000 1,000,000	02-28-2019 12-18-2020	0.05 0.05	0.065 0.045	0.14	02-28-2022 12-18-2025
Jacqueline Michael <sup>(2)</sup> CFO and Director	Stock Option	350,000 650,000	02-28-2019 12-18-2020	0.05 0.05	0.065 0.45	0.14	02-28-2022 12-18-2025
Julius Galik <sup>(3)</sup> Director (former)	Stock Option	250,000 <sup>(4)</sup> 300,000	02-28-2019 12-18-2020	0.05	0.065 0.45	0.14	02-28-2022 12-18-2025
Gabriel Erdelyi Director	Stock Option	350,000 650,000	02-28-2019 12-18-2020	0.05 0.05	0.065 0.45	0.14	02-28-2022 12-18-2025
Mike Petrina Director	Stock Option	100,000 500,000	02-28-2019 12-18-2020	0.05 0.05	0.065 0.45	0.14	02-28-2022 12-18-2025
Gregg Jensen Director	Stock Option	500,000	12-18-2020	\$0.05	\$0.05	0.14	12-18-2025

NOTES:

- (1) A. Paul Gill was replaced by Belinda Labatte as CEO effective October 26, 2021.
- (2) Jacqueline Michael was replaced by Vincent Osbourne as CFO effective October 26, 2021.
- (3) As of the date hereof, stock option has expired.
- (4) Julius Galik resigned as a director effective December 17, 2020.
- (5) Subsequently exercised. Refer to section "Exercise of Stock Option".

## Exercise of Stock Options

During the financial year ended July 31, 2021, the following NEO and/or director's of the Company exercised compensation securities.

Exercise of Compensation Securities						
Name and Position	Number of Common Shares Underlying Exercised Options	Option Exercise Price (\$)	Date of Exercise	Closing Price of Security on Date of Exercise (\$)	Difference Between Exercise Price and Closing Price on Date of Exercise (\$)	Total Value on Date of Exercise (\$)
Julius Galik <sup>(1)</sup> Former Director	250,000	\$0.05	Jan. 14, 2021	\$0.085	\$0.35	21,250

NOTES:

- (1) Julius Galik resigned as a director effective December 17, 2020.

## Stock Option Plans and Other Incentive Plans

The long-term component of compensation for directors and officers, including the NEOs, is based on Security-Based Compensation Awards. This component of compensation is intended to reinforce management's commitment to long term improvements in the Company's performance.

The Board believes that incentive compensation in the form of Security-Based Compensation Awards which vest over time, is and has been beneficial and necessary to attract and retain both senior executives and managerial talent at other levels. Furthermore, the Board believes Security-Based Compensation Awards are an effective long-term incentive vehicle because they are directly tied to share price over a longer period and motivate executives to deliver sustained long term performance and increase shareholder value, and have a time horizon that aligns with long-term corporate goals.

The Omnibus Plan replaces the Company's Existing Option Plan. The Stock Options issued under the Existing Option Plan are to be continued under the Omnibus Plan.

In determining individual grants, the Board considers the experience, responsibilities and performance of each recipient of an award under the Omnibus Plan. Previous grants are also taken into consideration during the grant process.

A brief summary of the features of all types of Security-Based Compensation Awards is provided below and is qualified in its entirety by the provisions of the Omnibus Plan, a copy of the full text which is attached hereto as Schedule "B".

#### *Stock Options*

Participants (as such term is defined in the Omnibus Plan) are eligible to receive grants of Stock Options to acquire shares of the Company at the time of employment or contract, if applicable, and thereafter as determined by the Board.

During the fiscal year ended July 31, 2021, the Board granted 4,000,000 Stock Options under the Existing Option Plan. As of the date of this Circular, there were 12,650,000 Stock Options outstanding. The remaining 11,160,155 Stock Options available for future grants will be transferred over to the Omnibus Plan.

#### *Restricted Share Units*

Under the proposed Omnibus Plan, participants are eligible to receive grants of RSUs, entitling the holder to receive one Share for each RSU, subject to restrictions as the Board may, in its sole discretion, establish in the applicable award agreement. The Board believes the granting of RSUs creates long-term incentive, a sense of ownership and an alignment of the recipients' interests with those of the Shareholders. The granting of RSUs is intended to reward those Employees and Directors who are responsible for the management and growth of the Company and to encourage such executives to develop a long-term vision for the Company to operate in a manner to maximize Shareholder value. By using vesting periods for RSUs in addition to other restrictions, this compensation element is also designed to support long term retention of valuable Employees and Directors as well as provide an incentive for the achievement of specific milestones, if applicable.

No RSUs have been awarded as of the date of this Circular.

#### *Performance Share Units*

Under the proposed Omnibus Plan, Employees and Directors are eligible to receive grants of PSUs, entitling the holder to receive one Share for each PSU, subject to the achievement or attainment of specific performance criteria ("Performance Criteria") within a specific period ("Performance Cycle"). The number of PSUs and the Performance Criteria which must be satisfied in order for the PSUs to vest and the Performance Cycle in respect of such PSUs shall be specified in the applicable award agreement. The Board believes the granting of the PSUs incentivizes the attainment of specific goals which support the overall strategies of the Company and creates a sense of ownership and an alignment of the recipients' interests with those of the Shareholders. The granting of PSUs is intended to reward those executives who are responsible for the management and growth of the Company and to encourage such executives to develop a long-term vision for the Company to operate in a manner to maximize Shareholder value. By using vesting periods for PSUs in addition to other restrictions, this compensation element is also designed to support long-term retention of valuable employees as well as provide an incentive for the achievement of specific milestones, if applicable.

No PSUs have been awarded as of the date of this Circular.



### *Deferred Share Units*

Under the proposed Omnibus Plan, Directors are eligible to receive grants of DSUs. Directors may elect to receive any part or all of their fees payable in respect of their position as a director as DSUs. Each holder of a DSU is entitled to receive one Common Share for each DSU. The Board believes the granting of DSUs creates long-term incentive, a sense of ownership and an alignment of the recipients' interests with those of the Shareholders. The granting of DSUs is intended to reward directors who are responsible for oversight of the management and growth of the Company and to encourage such directors to maintain a long-term vision for the Company to operate in a manner to maximize Shareholder value.

No DSUs have been awarded as of the date of this Circular.

### **Employment, Consulting and Management Agreements**

Management functions of the Company are not, to any substantial degree, performed other than by directors or NEOs of the Company.

During the fiscal year ended July 31, 2021, neither the Company, nor its subsidiaries, has a contract, agreement, plan or arrangement that provides for payments to a NEO following or in connection with any termination (whether voluntary, involuntary or constructive), resignation, retirement, a change of control of the Company or its subsidiaries, or a change in responsibilities of the NEO following a change in control, other than:

1. Pursuant to a management agreement effective June 1, 2021 (the "Management Agreement"), the Company agreed to pay AJS Management Inc. a management fee of \$7,500 per month. The contract states that the Company may terminate the agreement at any time by giving written notice of such termination. In the event of termination of the agreement by the Company, or termination for change of control, other than a termination for default, the Company shall pay an amount that is 18 times the management fee. Mr. A. Paul Gill is the principal of AJS Management Inc. The agreement is in good standing.
2. Pursuant to a consulting agreement effective June 1, 2021 (the "Consulting Agreement"), the Company agreed to pay M&M Corporate Services a consulting fee of \$7,500 per month. The contract states that the Company may terminate the agreement at any time by giving written notice of such termination. In the event of termination of the agreement by the Company, or termination for change of control, other than a termination for default, the Company shall pay an amount that is 18 times the consulting fee. Ms. Jacqueline Michael is the principal of M&M Corporate Services. The agreement is in good standing.

With respect to the above, "Change of Control" means any event, including an amalgamation, merger or consolidation that causes:

- (i) a third party to own or control, directly or indirectly, 50% or more of the voting Shares of the Company;
- (ii) a third party to own or control, directly or indirectly, sufficient voting Shares in the Company to elect a majority of the directors of the Company;
- (iii) an assignment, sale, or transfer by the Company of all or substantially all of the Company's business to a third party or to an affiliate or a wholly owned subsidiary; or
- (iv) an assignment, sale, or transfer by the Company of all or substantially all of the Company's assets to a third party or to an affiliate or a wholly owned subsidiary.

### **Estimated Incremental Payments on Change of Control**

Under the terms of the Management Agreement with Mr. Gill, the estimated incremental payments, payables and other benefits that would be triggered by or could result in the event of Mr. Gill's termination by the Company without cause, resignation for good cause or termination without cause by the Company following a change of control of the Company (calculated as at July 31, 2021) total approximately \$135,000.

Under the terms of the Consulting Agreement with Ms. Michael, the estimated incremental payments, payables and other benefits that would be triggered by or could result in the event of Ms. Michael termination by the Company

without cause, resignation for good cause or termination without cause by the Company following a change of control of the Company (calculated as at July 31, 2021) total approximately \$135,000.

## **Oversight and Description of Director and NEO Compensation**

### *Compensation of Directors*

Compensation of directors of the Company is reviewed annually and determined by the Board. The level of compensation for directors is determined after consideration of various relevant factors, including the expected nature and quantity of duties and responsibilities, past performance, comparison with compensation paid by other issuers of comparable size and nature, and the availability of financial resources.

In the Board's view, there is, and has been, no need for the Company to design or implement a formal compensation program for directors. While the Board considers grants of Security-Based Compensation Awards to directors under the Omnibus Plan from time to time, the Board does not employ a prescribed methodology when determining the grant or allocation of Security-Based Compensation Awards. Other than the Omnibus Plan, as discussed above, the Company does not offer any long-term incentive plans, share compensation plans or any other such benefit programs for directors.

### *Compensation of NEOs*

Compensation of NEOs is reviewed annually and determined by the Board. The level of compensation for NEOs is determined after consideration of various relevant factors, including the expected nature and quantity of duties and responsibilities, past performance, comparison with compensation paid by other issuers of comparable size and nature, and the availability of financial resources. In the Board's view, there is, and has been, no need for the Company to design or implement a formal compensation program for NEOs.

### *Elements of NEO Compensation*

#### *Salary*

The Company's CEO and CFO receive annual salaries. The Board reviews salaries annually to ensure that they reflect each respective NEO's performance and experience in fulfilling his/her role. Due to the relatively small size of the Company, limited cash resources, and the early stage and scope of the Company's operations, NEOs receive limited salaries relative to industry standards. The Board does not currently have any plan in place to materially increase NEOs' salaries.

#### *Existing Option Plan and 2021 Omnibus Incentive Plan*

As discussed above, the Company provided until the adoption of the Omnibus Plan long-term incentive plan under the Existing Option Plan to motivate NEOs by providing them with the opportunity, through Stock Options, to acquire an interest in the Company and benefit from the Company's growth. The Board does not employ a prescribed methodology when determining the grant or allocation Stock Options to NEOs. Other than the Existing Option Plan, to be replaced by the Omnibus Plan if approved by disinterested Shareholders, the Company does not offer any long-term incentive plans, share compensation plans, retirement plans, pension plans, or any other such benefit programs for NEOs. See "Stock Options and Other Incentive Plans"

## **Pension Disclosure**

No pension, retirement or deferred compensation plans, including defined contribution plans, have been instituted by the Company and none are proposed at this time.

## SECURITIES AUTHORIZED FOR ISSUANCE UNDER EQUITY COMPENSATION PLANS

The following table sets forth the Company's compensation plans under which equity securities are authorized for issuance as at the end of the most recently financial year July 31, 2021.

Plan Category	Number of securities to be issued upon exercise of outstanding options, warrants and rights (a)	Weighted-average exercise price of outstanding options, warrants and rights (b)	Number of securities remaining available for future issuance under equity compensation plans (excluding securities reflected in column (a)) (c)
Equity compensation plans approved by securityholders	7,800,000 <sup>(1)</sup>	0.05	7,800,000 <sup>(1)</sup>
Equity compensation plans not approved by securityholders	Nil <sup>(2)</sup>	N/A	N/A
Total	7,800,000 <sup>(1)</sup>	0.05	7,800,000 <sup>(1)</sup>

**NOTES:**

- (1) Represents the Existing Option Plan of the Company. As at July 31, 2021, the Existing Option Plan reserved Shares equal to a maximum of 10% of the issued and outstanding Shares for issue pursuant to the Existing Option Plan. Based on the issued and outstanding of 238,101,546 as at July 31, 2021. As of July 31, 2021, 12,650,000 Stock Options were outstanding. The Stock Options issued under the Existing Option Plan are continued under the Omnibus Plan.
- (2) As of the date of this Circular, no Securities-Based Compensation Awards were issued under the Omnibus Plan.

### INDEBTEDNESS OF DIRECTORS AND EXECUTIVE OFFICERS

As of the date of this Circular, there was no indebtedness outstanding of any current or former Director, executive officer or employee of the Company which is owing to the Company or to another entity which is the subject of a guarantee, support agreement, letter of credit or other similar arrangement or understanding provided by the Company entered into in connection with a purchase of securities or otherwise.

No individual who is, or at any time during the most recently completed financial year was, a Director or executive officer of the Company, no proposed nominee for election as a Director of the Company and no associate of such persons:

- (i) is or at any time since the beginning of the most recently completed financial year has been, indebted to the Company; or
- (ii) whose indebtedness to another entity is, or at any time since the beginning of the most recently completed financial year has been, the subject of a guarantee, support agreement, letter of credit or other similar arrangement or understanding provided by the Company,

in relation to a securities purchase program or other program.

### INTEREST OF CERTAIN PERSONS IN MATTERS TO BE ACTED UPON

Except as set out herein, no person who has been a Director or executive officer of the Company at any time since the beginning of the Company's last financial year, no proposed nominee of management of the Company for election as a Director of the Company and no associate or affiliate of the foregoing persons, has any material interest, direct or indirect, by way of beneficial ownership or otherwise, in matters to be acted upon at the Meeting other than the election of Directors.

### INTEREST OF INFORMED PERSONS IN MATERIAL TRANSACTIONS

No informed person or proposed Director of the Company and no associate or affiliate of the foregoing persons has or has had any material interest, direct or indirect, in any transaction since the commencement of the Company's most recently completed financial year (2021) or in any proposed transaction which in either such case has materially affected or would materially affect the Company.

## **MANAGEMENT CONTRACTS**

No management functions of the Company are performed to any substantial degree by a person other than the Directors or executive officers of the Company.

## **CORPORATE GOVERNANCE DISCLOSURE**

National Policy 58-201 *Corporate Governance Guidelines* establishes corporate governance guidelines which apply to all public companies. The Company has reviewed its own corporate governance practices in light of these guidelines. In certain cases, the Company's practices comply with the guidelines, however, the Board considers that some of the guidelines are not suitable for the Company at its current stage of development and, therefore, these guidelines have not been adopted. National Instrument 58-101 *Disclosure of Corporate Governance Practices* mandates disclosure of corporate governance practices which disclosure is set out below.

### **Independence of Members of Board**

The Company's Board currently consists of five Directors, two of whom are independent based upon the tests for independence set forth in National Instrument 52-110 *Audit Committees* ("NI 52-110"). A. Paul Gill and Jacqueline Michael are not independent as they are officers of the Company and Mike Petrina has a consulting contract with the Company. Gabriel Erdelyi and Gregg Jensen are independent.

### **Management Supervision by Board**

Independent supervision of management is accomplished through choosing management who demonstrate a high level of integrity and ability and having strong Independent Board members. The independent Directors are however able to meet at any time without any members of management including the non-independent Directors being present. Further, supervision is performed through the audit committee which is composed of a majority of independent Directors who meet with the Company's auditors without management being in attendance. The independent Directors also have access to the Company's legal counsel and its officers.

### **Risk Management**

The Board is responsible for adoption of a strategic planning process, identification of principal risks and implementing risk management systems, succession planning and the continuous disclosure requirements of the Company under applicable securities laws and regulations.

### **Participation of Directors in Other Reporting Issuers**

None of the Directors of the Company hold Directorships in other reporting issuers.

### **Orientation and Continuing Education**

While the Company does not have formal orientation and training programs, new Board members are provided with:

1. information respecting the functioning of the Board, committees and copies of the Company's corporate governance policies;
2. access to recent, publicly filed documents of the Company, technical reports and the Company's internal financial information;
3. access to management and technical experts and consultants; and
4. a summary of significant corporate and securities responsibilities.

Board members are encouraged to communicate with management, auditors and technical consultants, to keep themselves current with industry trends and developments and changes in legislation with management's assistance and to attend related industry seminars and visit the Company's operations. Board members have full access to the Company's records.

### **Ethical Business Conduct**

The Board views good corporate governance as an integral component to the success of the Company and to meet responsibilities to Shareholders. The Board has adopted a Code of Conduct and has instructed its management and employees to abide by the Code.

### **Nomination of Directors**

The Board has responsibility for identifying potential Board candidates. The Board assesses potential Board candidates to fill perceived needs on the Board for required skills, expertise, independence and other factors. Members of the Board and representatives of the Company's industry are consulted for possible candidates.

### **Compensation of Directors and the CEO**

As of the date hereof, the independent Directors are Gabriel Erdelyi and Gregg Jensen. These Directors have the responsibility for determining compensation for the Directors and senior management.

To determine compensation payable, the independent Directors reviewed compensation paid for Directors and CEOs of companies of similar size and stage of development in the mineral exploration industry and determine an appropriate compensation reflecting the need to provide incentive and compensation for the time and effort expended by the Directors and senior management while taking into account the financial and other resources of the Company. In setting the compensation the independent Directors annually review the performance of the CEO in light of the Company's objectives and consider other factors that may have impacted the success of the Company in achieving its objectives.

### **Board Committees**

The Board has determined that additional committees beyond the Audit Committee, the Corporate Governance Committee and the Technical, Safety and Sustainability Committee are not necessary at this stage of the Company's development. The Audit Committee Charter is attached hereto as Schedule "A".

### **Assessments**

The Board does not consider that formal assessments would be useful at this stage of the Company's development. The Board conducts informal annual assessments of the Board's effectiveness, the individual Directors and each of its committees. To assist in its review, the Board conducts informal surveys of its Directors.

### **Nomination and Assessment**

The Board determines new nominees to the Board, although a formal process has not been adopted. The nominees are generally the result of recruitment efforts by the Board members, including both formal and informal discussions among Board members and the President and CEO. The Board monitors but does not formally assess the performance of individual Board members or committee members or their contributions.

### **Expectations of Management**

The Board expects management to operate the business of the Company in a manner that enhances Shareholder value and is consistent with the highest level of integrity. Management is expected to execute the Company's business plan and to meet performance goals and objectives.

## AUDIT COMMITTEE

The audit committee has various responsibilities as set forth in NI 52-110.

### The Audit Committee's Charter

The Company's Audit Committee (the "Committee") is governed by an audit committee charter, the text of which is attached as Schedule "A" to this Circular.

### Composition of the Audit Committee

The following are the current members of the Committee:

Jacqueline Michael	Non-Independent <sup>(1)</sup>	Financially literate <sup>(1)</sup>
Gregg Jensen	Independent <sup>(1)</sup>	Financially literate <sup>(1)</sup>
Gabriel Erdelyi	Independent <sup>(1)</sup>	Financially literate <sup>(1)</sup>

NOTES:

(1) As defined by NI 52-110

### Audit Committee Member Education and Experience

*Jacqueline Michael* - Ms. Michael has over 20 years of financial and administration experience. In 1988, Ms. Michael co-founded The Conac Group, a software development company for construction management, where she acted as President and CEO. In 1997, Ms. Michael was successful in taking the company public on the CDNX Exchange and helped raise over \$5 million in private placement financings for the company. Ms. Michael has acted as the President and Chief Executive Officer for public companies for over 10 years. Ms. Michael has two-years of business management with Sophia College, Bombay.

*Gabriel Erdelyi* - Mr. Erdelyi has spent the last 20 + years acquiring and running various small businesses in the manufacturing sector and has had various real estate investment properties including multi-level apartment buildings and commercial and Industrial buildings. The growth of these businesses and properties required various levels of financing and his continued dealings with various financial institutions as the president and controller of his businesses, his experience is wide and varied.

*Gregg Jensen* - Gregg has over 25 years experience in Finance and Business management spanning several industries from technology, mining, engineering, to professional services. Gregg has led several companies through multiple capital raises, several M&A and joint venture transactions as well as consulted in turning around struggling companies. Gregg has been involved in many successful startups and turning several companies from loss to profit

### Audit Committee Oversight

At no time since the commencement of the Company's most recently completed financial year was a recommendation of the Committee to nominate or compensate an external auditor not adopted by the Board.

### Reliance on Certain Exemptions

At no time since the commencement of the Company's most recently completed financial year has the Company relied on the exemption in Section 2.4 of NI 52-110 (*De Minimis* Non-audit Services), or an exemption from NI 52-110, in whole or in part, granted under Part 8 of NI 52-110.

### Pre-Approval Policies and Procedures

The Committee has adopted specific policies and procedures for the engagement of non-audit services as described above under the heading "External Auditors".

### External Auditor Service Fees (By Category)

The aggregate fees billed by the Company's external auditors in each of the last three fiscal years for audit fees are as follows:

<b>Financial Year Ending</b>	<b>Audit Fees \$</b>	<b>Audit Related Fees \$</b>	<b>Tax Fees \$</b>	<b>All Other Fees \$</b>
July 31, 2021 <sup>(1)</sup>	38,000 <sup>(1)</sup>	-	-	-
July 31, 2020	29,055.00	11,070.33	2,004.97	Nil
July 31, 2019	30,335.50	13,720.92	6,644.10	Nil

NOTES:

(1) Accrued and Approximate

### **Exemption in Section 6.1 of NI 52-110**

The Company is relying on the exemption in Section 6.1 of NI 52-110 from the requirement of Parts 3 (Composition of the Audit Committee) and 5 (Reporting Obligations).

The Board determines new nominees to the Board, although a formal process has not been adopted. The nominees are generally the result of recruitment efforts by the Board members, including both formal and informal discussions among Board members and the President and Chief Executive Officer. The Board monitors but does not formally assess the performance of individual Board members or committee members or their contributions.

### **CORPORATE GOVERNANCE COMMITTEE**

The current members of the board's Corporate Governance Committee are Gregg Jensen and Gabriel Erdelyi who are independent and Jacqueline Michael, who is non-independent.

The Corporate Governance Committee has been given the responsibility of developing and recommending to the Board the Company's approach to corporate governance and assists members of the Board in carrying out their duties. The Corporate Governance Committee also reviews new and modified rules and policies applicable to governance of listed corporations to assure that the Company remains in full compliance with such requirements as are applicable to the Company.

The Corporate Governance Committee's overall responsibility is to ensure that the Company meets applicable legal, regulatory and (self-regulatory) business principles and 'codes of best practice' of corporate behavior and conduct.

Furthermore, the Corporate Governance Committee has adopted on January 2, 2015 a Communications and Corporate Disclosure Policy. The objective of this policy is to ensure that communications to the investing public about the Company is: (i) timely, complete, factual and accurate; and (ii) broadly disseminated in accordance with all applicable legal and regulatory requirements. The policy covers the following disclosure aspects: (i) disclosure of material information; (ii) trading restrictions and blackout periods; (iii) confidentiality; (iv) spokespersons; (v) new releases; (vi) conference calls; (vii) rumors and how to respond; (viii) contact with analysts, investors and the media; (ix) reviewing analyst draft reports and models to fact check publicly disclosed information; (x) distribution of analyst reports; (xi) forward-looking information; (xii) managing expectations; (xiii) quiet periods; (xiv) disclosure record; (xv) electronic communications, including the Company's website; and (xvi) liability to investors in the secondary market.

### **TECHNICAL, SAFETY AND SUSTAINABILITY COMMITTEE**

The current members of the board's Technical, Safety and Sustainability Committee are Gabriel Erdelyi who is independent and A. Paul Gill and Mike Petrina who are non-independent. The Technical, Safety and Sustainability Committee has been given the authority to investigate any activity of the Company and its subsidiaries relating to environmental, health, safety or and community engagement matters.

The Technical, Safety and Sustainability Committee's overall responsibility is to

- (a) engage, at the Company's expense, persons having special competencies (including, without limitation, legal or other consultants and experts) and/or other advisors as it determines necessary to carry out its duties; and
- (b) set and authorize payment by the Company of the compensation for advisors employed by the Committee.

The Technical, Safety and Sustainability Committee adopted on November 16, 2020 a charter that requires, among other things, (i) the review management's assumptions and methodology in the preparation of the Company's mineral reserve and mineral resource estimates; (ii) the assurance that the technical reports and mineral resource estimates comply with regulatory requirements; (iii) the review of management reports on sustainability matters, including the Company's record of performance on health, safety, environmental, community engagement and sustainability matters; (iv) the review with management the Company's goals, policies and programs relative to sustainability and wherever it is applicable review contractors' safety, health, environment and community engagement policies; (v) the review the results of any health, safety and environmental audits; and (vi) confirmation that management has in place appropriate policies, compliance procedures and monitoring procedures.

## **PARTICULARS OF MATTERS TO BE ACTED UPON**

### **1. PRESENTATION AND RECEIPT OF FINANCIAL STATEMENTS**

The audited financial statements of the Company for the period ended July 31, 2020 and July 31, 2021, together with the auditor's report thereon will be presented to Shareholders at the Meeting. The financial statements, auditor's report and management's discussion and analysis for the financial year ended July 31, 2020 and July 31, 2021 are available under the Company's profile on SEDAR at [www.sedar.com](http://www.sedar.com).

### **2. NUMBER OF DIRECTORS**

The Articles of the Company provide for a Board of no fewer than three directors and no greater than a number as fixed or changed from time to time by majority approval of the Shareholders.

At the Meeting, Shareholders will be asked to pass an ordinary resolution to set the number of directors of the Company for the ensuing year at seven (7). The number of directors will be approved if the affirmative vote of the majority of Shares present or represented by proxy at the Meeting and entitled to vote are voted in favor of setting the number of directors at seven (7).

**Management recommends the approval of the resolution to set the number of directors of the Company at seven (7).**

### **3. ELECTION OF DIRECTORS**

At present, the directors of the Company are elected at each annual general meeting and hold office until the next annual general meeting, or until their successors are duly elected or appointed in accordance with the Company's Articles or until such director's earlier death, resignation or removal. In the absence of instructions to the contrary, the enclosed form of proxy will be voted for the nominees listed in the form of proxy. All of the nominees listed in the form of proxy are presently members of the Board.

Pursuant to the Advance Notice Bylaw Policy of the Company adopted by the Board on April 29, 2013, any additional director nominations for the Meeting must have been received by the Company in compliance with the Advance Notice Bylaw Policy, as noted above. As of the date of this Circular, the Company has not received notice of a nomination in compliance with the Advance Notice Bylaw Policy.

Management of the Company proposes to nominate the persons named in the table below for election by the Shareholders as directors of the Company. Information concerning such persons, as furnished by the individual nominees, is as follows:



Name, Province, Country of Residence and Position(s) with the Company	Principal Occupation, Business or Employment for last 5 Years	Periods during which Nominee has served as a Director	Number of Common Shares Beneficially Owned, Controlled or Directed, Directly or Indirectly <sup>(1)</sup>
<b>A. PAUL GILL</b> <i>Executive Chair, Director</i> Surrey, BC, Canada	Businessman. President of AJS Management Inc.. Until October 2006, VP of Business Development and Director as well as the President & CEO, Chief Financial Officer and Corporate Secretary of Norsemont Mining.	May 2006 to present	11,094,890 <sup>(2)</sup>
<b>BELINDA LABATTE</b> <i>CEO and Director</i> Toronto, ON, Canada	Chief Development Officer of Mandalay Resources Corp. (January 2015 to July 2021) President and Founder of The Capital Lab Inc. (January 2005 to present)	October 2021 to present	Nil.
<b>ERIC LEVY</b> <i>Director</i> Montreal, QC, Canada	Partner, Osler, Hoskin & Harcourt LLP (January 2014 to present)	October 2021 to present	Nil.
<b>SAGIV SHIV</b> <i>Director</i> New York, New York, USA	B. Riley Securities, Inc. (May 2021 – present) National Securities Corp. (January 2016 to present)	Nominee	Nil.
<b>ANU DHIR</b> <i>Director</i> Toronto, ON, Canada	Director of Golden Star Resources Ltd. (February, 2014 to present) and Taseko Mines Limited (September 2014 to present)	Nominee	Nil.
<b>DOMINIQUE DIONNE</b> <i>Director</i> Lac Supérieur, QC, Canada	Director, Quebec Precious Metals Corporation. (May 2019 to present) Vice President, Public Affairs and Strategic Communications at Public Service Pension Investment Board (February 2016 to January 2019) Vice President, Institutional and International Relations at the Caisse de dépôt et placement du Québec (November 2013 to February 2016)	Nominee	Nil.
<b>LEE ARDEN LEWIS,</b> <i>Director</i> Prince Edward County, ON, Canada	Jackson's Falls County Inn – proprietor (July 2010 to August 2020)	Nominee	Nil.

**NOTES:**

- (1) Shares beneficially owned, directly or indirectly, or over which control or direction is exercised, as at October 22, 2021.  
(2) 2,000,000 Shares are held indirectly through AJS Management Corp., a company controlled by Mr. Gill.

**Management recommends the approval of each of the nominees listed above for election as directors of the Company for the ensuing year.**

***Belinda Labatte, CEO and Director***

Belinda Labatte, CFA, MBA, ICD.D, has more than 15 years of senior management experience in mining and the extractive industry, and 20 years of capital markets experience, including a decade of strategic development, capital markets investment banking experience, stakeholder engagement, and asset acquisition and disposition processes. Her most recent position was Chief Development Officer of Mandalay Resources Corp. Prior to that, Ms. Labatte was the founder and President of her own Company, The Capital Lab Inc., a leading Toronto-based consulting firm. Ms.

Labatte is fluent in French, Spanish and German and graduated from the Rotman School of Management with an MBA. She holds the ICD.D designation and is CFA charterholder.

***Eric Levy, Director***

Eric Levy has over 20 years of experience advising on complex issues concerning securities and governance matters. Mr. Levy is a partner at the law firm of Osler, Hoskin & Harcourt LLP and is recognized as a leading Canadian lawyer in mergers and acquisitions. He is Head of Osler's Montreal Corporate Group and also serves on the Osler, Hoskin & Harcourt LLP's Partnership Board.

***Sagiv Shiv, Director***

Sagiv Shiv is a Managing Director at B. Riley Securities. Prior to B. Riley's acquisition of National Securities Corp., Sagiv was the Senior Managing Director and the head of the Advisory Services Practice at National Securities Corp. Prior to National, Sagiv led the global M&A and Advisory Practice at INTL FCStone Inc. and at Merriman Capital. As an investment banker, Sagiv launched a nanotechnology and materials practice and made it an industry leader within investment banking and has advised governments, agencies, private and public companies, and financial institutions. Prior to entering investment banking, Sagiv served as Chief Financial Officer of three multi-national diversified holding companies. At his last corporate position, Sagiv served as CFO of The Plastiflex Group, an international manufacturing company, with 6,000 employees in 10 locations in eight countries. As CFO, Sagiv led the acquisition, integration, and divestiture of several businesses. Sagiv has also served on the boards of several publicly-traded companies, as well as on the boards of private entities and charities.

***Anu Dhir, Director***

Anu Dhir is a co-founder of a technology company called Wshingwell. Wshingwell is a for profit community relationship platform that allows individuals, communities and organizations to micro-fundraise around experiences and events. Wshingwell is a digital experience that takes away the manual processes associated with the giving and receiving of cash to attend and host experiences and events while recouping costs and raising funds for a third party. Prior to starting Wshingwell, Ms. Dhir spent the last 20 years in the resources sector. Most recently she was a co-founder and executive of ZinQ Mining, a private base metals and precious metals company that focuses on the LatAm Region. She also spent many years associated with Katanga Mining Limited, where she served as Vice President, Corporate Development and Company Secretary. Katanga has major copper-cobalt mines in the Democratic Republic of Congo. Her portfolio of responsibilities at Katanga covered corporate development, legal advisory, investor relations, governance, and communications. Ms. Dhir is a non-executive director of Golden Star Resources Ltd. and Taseko Mines Limited. Ms. Dhir is a graduate of the General Management Program (GMP) at Harvard Business School, she has a law degree (Juris Doctor) from Quinnipiac University and a Bachelor of Arts (BA) from the University of Toronto.

***Dominique Dionne, Director***

Dominique Dionne is an award winning communicator who has held high level positions in the areas of public relations, government relations, and brand management with major international companies. She currently serves as a Corporate Director on the boards of publicly listed companies and not-for-profit organizations. She chairs the board of directors of Public Relations Without Borders, an international cooperation organization. Until recently, she held the position of Vice President, Public Affairs and Strategic Communications at PSP Investments, one of Canada's largest pension investment managers. Previously, she served as Vice President, Institutional and International Relations at the Caisse de dépôt et placement du Québec, where she was responsible for developing and implementing strategies to position and ensure the Caisse's outreach, both throughout Québec and at the national and international levels. Dominique has extensive experience in communications and public relations management with companies recognized as leaders in their fields. Prior to serving at the Caisse, she was Vice President, Public Affairs, at Xstrata Nickel (now Glencore) and Vice President, Communications, at Bombardier.

***Lee Arden Lewis, Director***

Lee Arden Lewis is a strategist who develops collaborative business models. A community builder, Lee is committed to the broadening of equitable and productive work environments. Lee helped create Telesat's first Broadbent portal for Indigenous people in North America. As the Canadian Liaison for the Federal Communications Commission (FCC), she oversaw digital policy innovations for Canadian and U.S. governments including the launch of the first

Aboriginal Canada web portal and information technology training for Indigenous people (ITTI). As consultant for Crown-Indigenous Relations and Northern Affairs Canada (CIRNAC) Lee produced projection reports on the affects of the digital age on Indigenous cultures and identified potential paths forward. Working with the Assembly of First Nations (AFN) and the Aboriginal Traditional Knowledge Group, Lee served as a consultant for Canada Ontario Resource Development Agreement Committee (CORDA), Environment Canada and Canadian Wildlife Services addressing Species at Risk Act (SARA). Lee's work with the Navajo Heritage Program and the Aboriginal Working Group brought together Indigenous Chiefs from Canada to the Navajo Nation to share governance information. For over a decade Lee was the sole proprietor of Jackson's Falls Country Inn and Indigenous restaurant in Prince Edward County, Ontario. Lee is a status member of the Mohawks of the Bay of Quinte Tyendinaga Mohawk Territory.

## **Orders**

Other than as noted below, no proposed director of the Company is, or within the 10 years before the date of this Circular has been, a director, chief executive officer or chief financial officer of any company that:

- (a) was subject to (i) a cease trade order; (ii) an order similar to a cease trade order; or (iii) an order that denied the relevant company access to any exemption under securities legislation, that was in effect for a period of more than 30 consecutive days that was issued while the proposed director was acting in the capacity as director, chief executive officer or chief financial officer; or
- (b) was subject to (i) a cease trade order; (ii) an order similar to a cease trade order; or (iii) an order that denied the relevant company access to any exemption under securities legislation, that was in effect for a period of more than 30 consecutive days that was issued after the proposed director ceased to be a director, chief executive officer or chief financial officer and which resulted from an event that occurred while that person was acting in the capacity as director, chief executive officer or chief financial officer.

## **Bankruptcies**

To the best of management's knowledge, no proposed director of the Company is, or within 10 years before the date of this Circular has been, a director or an executive officer of any company that, while the person was acting in that capacity, or within a year of that person ceasing to act in the capacity, became bankrupt, made a proposal under any legislation relating to bankruptcy or insolvency or was subject to or instituted any proceedings, arrangement or compromise with creditors, or had a receiver, receiver manager or trustee appointed to hold its assets.

To the best of management's knowledge, no proposed director of the Company is, or within 10 years before the date of this Circular has been, bankrupt, made a proposal under any legislation relating to bankruptcy or insolvency, or become subject to or instituted any proceedings, arrangement or compromise with creditors, or had a receiver, receiver manager or trustee appointed to hold the assets of the proposed director.

## **Penalties and Sanctions**

To the best of management's knowledge, other than disclosed below, no proposed director of the Company has been subject to:

- (a) any penalties or sanctions imposed by a court relating to securities legislation or by a securities regulatory authority or has entered into a settlement agreement with securities regulatory authority;
- (b) any other penalties or sanctions imposed by a court or regulatory body that would likely be considered important to a reasonable securityholder in deciding whether to vote for a proposed director.

As publicly disclosed at [www.sedar.com](http://www.sedar.com), in September, 2012, Great Basin Gold Ltd., a company for which Ms. Anu Dhir was at the time director, became bankrupt due to heavy indebtedness, mine production issues and falling gold prices.

### Participation of Nominees in Other Reporting Issuers

The following nominees Directors of the Company hold Directorships in other reporting issuers as set out below:

Name of Nominee	Name of Other Reporting Issuer
A.Paul Gill	Pampa Metals Corp.
Belinda Labatte	Star Royalties Ltd., Gran Colombia Gold Corp.
Dominique Dionne	Québec Precious Metals Corporation
Anu Dhir	Golden Star Resources Ltd Taseko Mines Limited

#### 4. APPOINTMENT OF AUDITOR

Dale Matheson Carr-Hilton Labonte LLP are the auditors of the Company. Unless otherwise instructed, the proxies given pursuant to this solicitation will be voted for the re-appointment of Dale Matheson Carr-Hilton Labonte LLP, of Vancouver, BC as the auditors of the Company to hold office for the ensuing year. Dale Matheson Carr-Hilton Labonte LLP was first appointed as the auditor of the Company effective February 8, 2018.

**Management recommends Shareholders vote for the appointment of Dale Matheson Carr-Hilton Labonte LLP, as the Company’s auditors for the fiscal year ending July 31, 2022, at the remuneration to be fixed by the Board.**

#### 5. APPROVAL OF THE COMPANY’S 2021 OMNIBUS INCENTIVE PLAN

The Shareholders who are considered to be disinterested shareholders for the purpose hereunder will be asked to consider and, if thought appropriate, to approve the Company’s Omnibus Plan in the form described herein.

As of the date of this Circular, no grants have been made under the Omnibus Plan.

Prior to the adoption of the Omnibus Plan by the Board, the sole security-based compensation plan which the Company had available in order to attract, retain and motivate directors, officers, senior executives and other employees of the Company and consultants and service providers providing ongoing services to the Company, was its Existing Option Plan, pursuant to which the Board was able to grant Stock Options to such individuals. The Board determined it was in the best interests of the Company to adopt a new security-based compensation plan which would provide the Board with the ability and flexibility to make broader and different forms of equity rewards as part of its need to retain a competitive compensation structure for its directors, officers, executives, employees, consultants and service providers. The Omnibus Plan will supersede the Existing Option Plan and accordingly no further stock options will be granted under the latter plan.

Consequently, the Board adopted the Omnibus Plan as a means to grant: (i) Stock Options, (ii) restricted share units (“RSUs”), (iii) deferred share units (“DSUs”), (iv) share appreciation rights (“SARs”) and (v) performance stock units (“PSUs” and collectively with the Stock Options, RSUs and DSUs, the “Security-Based Compensation Awards”) to directors, officers, and other employees of the Company or a subsidiary, consultants and service providers providing ongoing services to the Company and its affiliates (“Participants”). The following is a summary of the Omnibus Plan and is qualified in its entirety by the text of the Omnibus Plan attached as Schedule “B” to this Circular. Any undefined term in this summary has the meaning ascribed to it in the Omnibus Plan.

#### Summary of the Omnibus Plan

##### *Number of Common Shares Reserved*

The Omnibus Plan is a “rolling” stock plan, as such term is defined in Policy 4.4 – *Incentive Stock Options* of the TSXV, permitting the issuance of (i) Stock Options of up to ten (10%) percent of the issued and outstanding Common Shares and (ii) RSUs, DSUs and PSUs of up 23,810,154 in respect of awards granted.

*Vesting*

- All RSUs will vest and become payable by the issuance of Shares at the end of the Restriction Period.
- All PSUs will vest and become payable to the extent that the Performance Criteria set forth in the Award Agreement are satisfied for the Performance Cycle.
- Each Participant shall be entitled to receive, after the effective date that the Participant ceases to be an Eligible Person for any reason or any other vesting period as provided in the Award Agreement, as the case may be, that number of Shares equal to the number of DSUs credited to the Participant's Account.
- The Board shall, in its sole discretion, determine in the grant letter any and all conditions to the vesting of any Stock Options to a Participant.

*Transferability*

Except as permitted by the Board, and to the extent that certain rights may pass to a beneficiary or legal representative upon death of a Participant by will or as required by law, no assignment or transfer of Awards, whether voluntary, involuntary, by operation of law or otherwise, vests any interest or right in such Awards or under the Omnibus Plan whatsoever in any assignee or transferee and immediately upon any assignment or transfer, or any attempt to make the same, such Awards will terminate and be of no further force or effect.

*Administration*

The Omnibus Plan is administered by the Board.

*Amendment*

The Board may at any time or from time to time, in its sole and absolute discretion, amend, suspend, terminate or discontinue the Omnibus Plan and may amend the terms and conditions of any Awards granted hereunder, subject to (a) any required approval of any applicable regulatory authority or the TSXV, and (b) any approval of disinterested shareholders of the Company as required by the rules of the TSXV or applicable law, provided that disinterested shareholder approval shall not be required for the following amendments and the Board may make any changes which may include but are not limited to: (i) making any amendments to the general vesting provisions of each Award; (ii) making any amendments to the provisions of the Omnibus Plan regarding the termination of employment or services; (iii) making any amendments to add covenants of the Company for the protection of Participants, as the case may be, provided that the Board shall be of the good faith opinion that such additions will not be prejudicial to the rights or interests of the Participants, as the case may be; (iv) making any amendments not inconsistent with the Omnibus Plan as may be necessary or desirable with respect to matters or questions which, in the good faith opinion of the Board, having in mind the best interests of the Participants, it may be expedient to make, including amendments that are desirable as a result of changes in law in any jurisdiction where a Participant resides, provided that the Board shall be of the opinion that such amendments and modifications will not be prejudicial to the interests of the Participants and Directors; or (v) making such changes or corrections which, on the advice of counsel to the Company, are required for the purpose of curing or correcting any ambiguity or defect or inconsistent provision or clerical omission or mistake or manifest error, provided that the Board shall be of the opinion that such changes or corrections will not be prejudicial to the rights and interests of the Participants

**Shareholder Approval of the Omnibus Plan**

The TSXV requires that the resolution to approve the Omnibus Plan (the "Omnibus Plan Resolution") be passed by a majority of the votes cast at the Meeting by disinterested shareholders. The Participants are not disinterested shareholders and, as a result, they will not vote their Shares with respect to the Omnibus Plan Resolution. Based on available information, these excluded Shareholders and their respective associates and affiliates hold an aggregate of 14,171,850 Shares, representing 5.95% of the issued and outstanding Shares as of the Record Date of October 22, 2021.

The form of the Omnibus Plan may be amended in order to satisfy the requirements or requests of any regulatory authorities or stock exchange without further approval of the shareholders of the Company.

At the Meeting, the following resolution will be placed before the Shareholders:

“WHEREAS the board of directors of Lomiko Metals Inc. (the “Company”) proposes to adopt the new 2021 Omnibus Incentive Plan (the “Omnibus Plan”) replacing the existing Stock Option Plan adopted in 2011, the whole as fully described in the Management Information Circular of the Company dated November 4, 2021, subject to the approval of the disinterested shareholders;

BE IT RESOLVED, AS AN ORDINARY RESOLUTION OF THE SHAREHOLDERS THAT:

- the Omnibus Plan be and is hereby approved; and
- any officer or director of the Company be and is hereby authorized and directed to execute any document and do any other thing necessary or desirable to give full effect to this resolution.”

The Omnibus Plan Resolution will only come into force if it is passed by a majority of the votes cast by the disinterested shareholders present or represented by proxy at the Meeting. **Management recommends the approval of the Omnibus Plan Resolution.**

## 6. APPROVAL TO THE EXTENSION OF CLOSING THE SALE OF THE COMPANY’S SUBSIDIARY– SPECIAL RESOLUTION

### Background - Share Purchase Agreement

By agreement dated July 31, 2019, the Company agreed to sell its wholly owned subsidiary, Lomiko Technologies Inc. to Promethieus Technologies Inc. (the “Purchaser”) for \$1,236,625 plus \$193,614.32 representing reimbursement of expenses (the “Asset Sale”). The Purchaser has paid \$50,000 to reduce the amount of expenses owing to \$152,857.

At the annual and special general meeting held November 27, 2020 the Company received approval from the shareholders for the Asset Sale. However, due to Covid-19 the Purchaser was unable to close the transaction. The same conditions prevented closure in 2021.

By amending agreement dated October 5, 2021 the Company extended the closing date to November 30, 2022.

The transaction is non arm’s-length as A. Paul Gill is a director and officer of the Company, a director of Lomiko Technologies Inc. and a director of the Purchaser. Satvinder (Sat) Samra is a director and officer of SHD, a director of the Purchaser and a shareholder of the Company. In addition, the Company is a 20% shareholder of the Purchaser.

The independent directors to this transaction are Gabriel Erdelyi and Gregg Jensen (the “Independent Directors”). The Independent Directors approved the Asset Sale and the extension to Closing by resolution dated June 20, 2021.

### Reasons for the Asset Sale Transaction

In determining that the terms and conditions of the Asset Sale Transaction contemplated thereby are in the best interests of the Company and are fair to the Company and the shareholders, the Independent Board considered and relied upon a number of factors, including, among other things, the following:

- the consideration to be paid pursuant to the Asset Sale Transaction is all cash;
- the Asset Sale Transaction is the result of a strategic review process conducted by the Company’s Independent Board, which included reviewing a broad range of strategic alternatives available to the Company;
- the Independent Board unanimously determined that the Asset Sale Transaction is the best alternative among the limited opportunities available to the Company to maximize shareholder value having regard to the Company’s current financial and operational position;
- the resolution approving the Asset Sale Transaction must be approved by a special resolution by a majority of the common shares represented and voted at the Meeting after excluding the votes required to be excluded under MI 61-101 (as defined below);
- the terms and conditions of the Asset Sale, including the parties’ respective representations, warranties and covenants, and the conditions to their respective obligations;
- the Independent Board believes that it is likely that the limited conditions to complete the Asset Sale Transaction will be satisfied;

- to the knowledge of the Independent Board, there are no material regulatory issues which are expected to arise in connection with the Asset Sale so as to prevent completion, and it is anticipated that all required regulatory clearances will be obtained; and
- after conducting a review of the Company's financing and strategic alternatives, the Independent Board has determined that the Company's subsidiary to continue to operate as a going concern was not reasonably likely to create greater value for shareholders than the value obtained for shareholders pursuant to the Asset Sale.

The foregoing summary of the information and factors considered by the Independent Board is not, and is not intended to be, exhaustive. In view of the variety of factors and the amount of information considered in connection with its evaluation of the Asset Sale, the Independent Board did not quantify or otherwise attempt to assign any relative weight to each specific factor considered in reaching its conclusion and recommendation. The Independent Board's recommendations were made after consideration of all of the above-noted factors and in light of the Independent Board's collective knowledge of the business, financial condition and prospects of the Company, and were also based upon the advice of advisors to the Independent Board. In addition, individual members of the Independent Board may have assigned different weights to different factors.

### **The Purchaser**

The Purchaser is non-arm's length with respect to the Company. A. Paul Gill is a director and officer of the Company, a director of and officer of the Subsidiary and a director of the Purchaser. Sat Samra is a director and officer of SHD, a director of the Purchaser and a shareholder of the Company. In addition, the Company is currently a 20% shareholder of the Purchaser. The Purchaser is incorporated and existing under the laws of the British Columbia.

### **Summary of Terms**

The following summary of the Asset Sale is qualified in its entirety by the terms of the Share Purchase Agreement, a copy of which has been filed on SEDAR at [www.sedar.com](http://www.sedar.com). Any capitalized terms and section reference not otherwise defined herein shall have the meanings set forth in the Share Purchase Agreement.

- the Purchaser will acquire all of the shares of Lomiko Technologies Inc.;
- the purchase price for all of the common shares of Lomiko Technologies Inc. is Cdn. \$1,236,625 plus \$193,614.32 representing reimbursement of expenses;
- pending approval of the Asset Sale at the Meeting and satisfaction of all conditions to closing set forth in the Share Purchase Agreement, closing is scheduled to occur within five (5) business days after all closing conditions have been met, and in any event no later than November 30, 2022; ;
- major conditions to closing are: (1) the approval of the Asset Sale the Meeting; (2) a financing to be completed by the Purchaser of \$3,670,750; (3) the approval of the TSX Venture Exchange; and (4) the representations and warranties being correct at the time of closing and no material adverse change having occurred at the time of closing;
- the Company has made normal-course representations and warranties; and
- each of the Company and the Purchaser will be responsible for the payment of their own transaction costs, including legal, accounting, tax and regulatory compliance costs.

### **Independent Valuation**

The Independent Board, in reviewing the details of the transaction, submit that the Company is unable to establish a definitive valuation through a formal evaluation for the assets of Lomiko Technologies Inc. because the assets produce no revenue and in the current circumstances, will likely never produce revenue.

The Company wrote down the assets to \$1, indicating the difficulty of establishing a value for these assets based on potential revenue. The value of the assets has been set based purely on expenditures. The Company is currently in a difficult financial position and this transaction is designed to improve the financial position of the Company. At present, the assets of Lomiko Technologies Inc. are in a state of limbo and the Board is attempting to salvage the situation. Lomiko Technologies Inc. assets have not produced any revenue and it is anticipated that they will not, unless substantial financing is provided.

The Company is in dire financial circumstances with a low market capitalization, a common stock trading below \$0.10 while attempting to raise funds to meet obligations for property transactions, resource reports, general administration and attempting to move forward with a Preliminary Economic Assessment (PEA) on its property.

The Company's CFO, Jacqueline Michael has verified the expenditures and expenses for the financial years 2015, 2016, 2017 and 2018.

### **Background to the Asset Sale Transaction**

Since the Company's entry into the mining business, the board and management of the Company have regularly evaluated the Company's business and operations, long-term strategic goals and alternatives and prospects as an independent company, with a goal of maximizing shareholder value. The Company has regularly assessed trends and conditions impacting the Company and its industry, changes in the marketplace and applicable law, the competitive environment and the future prospects of the Company. As part of these ongoing reviews, the Company also regularly considers the strategic alternatives available, including possible strategic combinations, acquisitions and divestitures. The Company proceeded to take the current course of action to ensure both the Company's primary mining assets and the technology assets could be developed into revenue positive and profit-generating entities.

#### Graphene ESD Corp. ("G-ESD")

On December 12, 2014 the Company purchased 1,800 shares of G-ESD Series A Preferred Stock, representing 100% of the authorized preferred shares of G-ESD, at a purchase price of \$101.27 US per share ("Original Issue Price") for total consideration of \$182,281 US. Dividends, at the rate per annum of \$4.05 per share, will accrue on each preferred share and shall be cumulative. Payment of dividends is at the discretion of the board. Each share of Series A Preferred Stock held by the Company shall be convertible to common stock, at the option of the Company and without the payment of additional consideration by the Company.

G-ESD, a Delaware company incorporated November 5, 2014 is a private US company that was formed to commercialize Graphene Supercapacitors. On matters presented to the stockholders of G-ESD, the Company will vote together with the holders of Common Stock of G-ESD as a single class.

The Company, through its wholly owned subsidiary, Lomiko Technologies Inc., holds 1,800 shares of Graphene.

#### Smart Home Devices Ltd. ("SHD")

On February 16, 2016 the Company issued (before 10:1 share consolidation) 16,129,743 common shares, at \$0.35 per share for a value of \$564,541, in exchange for 778,890 common shares of SHD. SHD is developing a series of energy saving, connected building automation and security products.

On March 15, 2017 the Company acquired an additional 867,546 common shares, for \$624,633 in exchange for the rights, patents, and website pertaining to the license owned by the Company that was acquired from Megahertz Power Systems Ltd., a company associated with SHD.

On November 21, 2017 the Company acquired an additional 111,111 common share for \$80,000.

On January 19, 2018 the Company acquired 34,722 common shares for \$25,000.

The Company accounted for its investment in SHD using the equity method until July 20, 2018, when the Company's shareholding in SHD was diluted to 18.25%, leading to the Company losing significant influence over SHD, at which time the Company discontinued accounting for SHD using the equity method. As at July 31, 2018, the Company assessed that the investment in SHD was impaired and recorded a write-down of \$1,136,574 to the investment.

At July 31, 2018, the Company owns 18.25% (2017 – 23.92%) of the issued and outstanding shares of SHD.

The Company, through its wholly owned subsidiary, Lomiko Technologies Inc. holds 1,792,269 shares of SHD.



## **TSX Venture Exchange Application**

The Company has filed its application for approval of the Asset Sale with the TSX Venture Exchange and has received conditional approval.

## **Effect of the Asset Sale Transaction on the Corporation and Plans of the Corporation Post-Closing**

Assuming that the Asset Sale is approved at the Meeting and subsequently completed according to the terms disclosed herein, the Company will still continue its exploration in the mining sector.

## **Summary of Anticipated Tax Consequences of Asset Sale Transaction**

The Company did not retain any formal tax opinion on the transaction but is of the view that there are no anticipated tax consequences passed on to the shareholders.

## **Anticipated Ramifications of Failure to Approve the Asset Sale Transaction**

If the Asset Sale resolution is not approved by shareholders at the meeting, the Company shall continue with its current operations. The Independent Board will continue to evaluate and consider strategic alternatives going forward but has unanimously recommended that Shareholders vote in favour of the Asset Sale as they believe it is in the best interests of the Company for the reason's setout herein.

## **Required Shareholder Approvals for the Asset Sale Transaction**

### *Canada Business Corporations Act*

Although the Asset Sale is in the ordinary course of business, it is a non-arm's length transaction which requires that the Asset Sale resolution must be approved by disinterested shareholder approval.

### *TSX Venture Exchange Policy 5.9 and MI 61-101*

Multilateral Instrument 61-101 – *Protection of Minority Security Holders in Special Transactions* ("MI 61-101") is intended to regulate certain transactions to ensure equality of treatment among securityholders, generally requiring enhanced disclosure, approval by a majority of securityholders (excluding interested or related parties), independent valuations and, in certain circumstances, approval and oversight of the transaction by a special committee of independent directors.

The Company is subject to the provisions of MI 61-101 because the common shares are listed on the TSX Venture Exchange and Policy 5.9 of the TSX-V Corporate Finance Manual (the "Policy 5.9") incorporates MI 61-101 into the policies of the TSX Venture Exchange and Policy 5.9 applies to all issuers listed on the TSX Venture Exchange.

MI 61-10 states that a "[...] "related party transaction" means, for an issuer, a transaction between the issuer and a person that is a related party of the issuer at the time the transaction is agreed to, whether or not there are also other parties to the transaction, as a consequence of which, either through the transaction itself or together with connected transactions, the issuer directly or indirectly (a) purchases or acquires an asset from the related party for valuable consideration, (b) purchases or acquires, as a joint actor with the related party, an asset from a third party if the proportion of the asset acquired by the issuer is less than the proportion of the consideration paid by the issuer, (c) sells, transfers or disposes of an asset to the related party [...]"

The Purchaser's directors are A. Paul Gill and Sat Samra. Mr. Gill is a director and officer of the Company and Lomiko Technologies Inc. Mr. Samra is a director and officer of SHD and a shareholder of the Company. Pursuant to MI 61-101 this is a "related party transaction" and minority approval will be sought at the Meeting.

Consequently, Mr. Gill's and Mr. Samra's common shares will be excluded from voting on such matters for purposes of determining whether the required "minority approval" has been obtained as provided by MI 61-101. Mr. Gill currently holds 11,094,890 common shares of the Company, directly and indirectly. Mr. Samra holds 6,989,000 common shares of the Company, directly and indirectly.

### Special Resolution Relating to the Asset Sale

**Based upon the Independent Board’s consideration of, among other things, the current market conditions and other relevant matters as set forth herein, the Independent Board has unanimously determined that the terms and conditions of the Asset Sale contemplated thereby are fair to the shareholders and in the best interests of the Company and the shareholders. This determination was made by a unanimous vote of all of the members of the Independent Board. The Independent Board recommends that you vote FOR the Asset Sale Resolution.**

Approval of the Asset Sale requires the affirmative vote of not less than two-thirds (66⅔%) of the votes validly cast on the Asset Sale resolution by shareholders present in person or represented by proxy at the Meeting.

Unless a shareholder directs that the shareholder’s common shares are to be voted against the Asset Sale Transaction resolution, the persons named in the enclosed form of proxy intend to vote for such resolution. Approval of the proposed Asset Sale Transaction would give the Board the authority to complete the Asset Sale Transaction as described herein.

At the Meeting, the following special resolution will be placed before the Shareholders:

“BE IT RESOLVED, AS A SPECIAL RESOLUTION OF THE SHAREHOLDERS THAT:

1. the extension of the closing date to November 30, 2022 of the sale of Lomiko Technologies Inc. (the “Subsidiary”) in accordance with the *Business Corporations Act* (BC) to Prometheus Technologies Inc., as more particularly described in the Information Circular (the “Asset Sale Transaction”) be and is hereby ratified, approved and confirmed;
2. the disposition of all or substantially all of the assets of the Subsidiary in accordance with the terms, conditions and provisions of the share purchase agreements dated July 31, 2019, December 10, 2019, June 20, 2020 and June 20, 2021 among the Company and Prometheus Technologies Inc., as summarized in the management information circular dated November 4, 2021 (as amended or supplemented) is hereby ratified, approved, confirmed, authorized and approved subject to such amendments thereto as may be approved by the Independent Board of directors of the Company (the “Board”);
3. any one director or officer of the Company be and the same is hereby authorized and directed for and in the name of and on behalf of the Company to execute or cause to be executed, whether under corporate seal of the Company or otherwise, and to deliver or cause to be delivered all such documents, and to do or cause to be done all such acts and things, as in the opinion of such director or officer may be necessary or desirable in order to carry out the terms of this resolution, such determination to be conclusively evidenced by the execution and delivery of such documents or the doing of any such act or thing; and
4. notwithstanding the approval of this resolution by the shareholders of the Company, the Independent Board is hereby authorized to revoke this resolution at any time prior to the completion of the transactions in their discretion without giving further notice to the shareholders of the Company if the Independent Board determines in its discretion that it would be in the best interests of the Company to do so.”

**ADDITIONAL INFORMATION**

Additional information relating to the Company is on SEDAR at [www.sedar.com](http://www.sedar.com). Shareholders may contact the Company at #439, 7184 120<sup>th</sup> Street, Surrey, BC, V3W 0M6 to request copies of the Company's financial statements and MD&A.

Financial information is provided in the Company's comparative financial statements and MD&A for its most recently completed financial year which are filed on SEDAR.

**OTHER MATTERS**

Management of the Company is not aware of any other matter to come before the Meeting other than as set forth in the notice of Meeting. If any other matter properly comes before the Meeting, it is the intention of the persons named in the enclosed form of proxy to vote the Shares represented thereby in accordance with their best judgment on such matter.

**APPROVAL OF THE BOARD OF DIRECTORS**

The contents of this Circular have been approved, and the delivery of it to each Shareholder of the Company entitled thereto and to the appropriate regulatory agencies has been authorized, by the Board.

DATED this 4<sup>th</sup> day of November, 2021.

**BY ORDER OF THE BOARD OF DIRECTORS**

*(Signed) A. Paul Gill*

A. Paul Gill,  
CEO and Executive Chairman

**SCHEDULE "A"**  
**AUDIT COMMITTEE CHARTER**

*I. Mandate*

The primary function of the audit committee (the "Committee") is to assist the Board of Directors in fulfilling its financial oversight responsibilities by reviewing the financial reports and other financial information provided by the Company to regulatory authorities and Shareholders, the Company's systems of internal controls regarding finance and accounting, and the Company's auditing, accounting and financial reporting processes. Consistent with this function, the Committee will encourage continuous improvement of, and should foster adherence to, the Company's policies, procedures and practices at all levels. The Committee's primary duties and responsibilities are to:

- Serve as an independent and objective party to monitor the Company's financial reporting and internal control system and review the Company's financial statements.
- Review and appraise the performance of the Company's external auditors.
- Provide an open avenue of communication among the Company's auditors, financial and senior management and the Board of Directors.

*II. Composition*

The Committee shall be comprised of three directors as determined by the Board of Directors, the majority of whom shall be free from any relationship that, in the opinion of the Board of Directors, would interfere with the exercise of his or her independent judgment as a member of the Committee.

At least one member of the Committee shall have accounting or related financial management expertise. All members of the Committee that are not financially literate will work towards becoming financially literate to obtain a working familiarity with basic finance and accounting practices. For the purposes of the Company's Charter, the definition of "financially literate" is the ability to read and understand a set of financial statements that present a breadth and level of complexity of accounting issues that are generally comparable to the breadth and complexity of the issues that can presumably be expected to be raised by the Company's financial statements.

The members of the Committee shall be elected by the Board of Directors at its first meeting following the annual Shareholders' meeting. Unless a Chair is elected by the full Board of Directors, the members of the Committee may designate a Chair by a majority vote of the full Committee membership.

*III. Meetings*

The Committee shall meet at least twice annually, or more frequently as circumstances dictate. As part of its job to foster open communication, the Committee will meet at least annually with the Chief Financial Officer and the external auditors in separate sessions.

*IV. Responsibilities and Duties*

To fulfill its responsibilities and duties, the Committee shall:

*Documents/Reports Review*

1. Review and update this Charter annually.
2. Review the Company's financial statements, MD&A and any annual and interim earnings, press releases before the Company publicly discloses this information and any reports or other financial information (including quarterly financial statements), which are submitted to any governmental body, or to the public, including any certification, report, opinion, or review rendered by the external auditors.

**External Auditors**

3. Review annually the performance of the external auditors who shall be ultimately accountable to the Board of Directors and the Committee as representatives of the Shareholders of the Company.
4. Obtain annually, a formal written statement of external auditors setting forth all relationships between the external auditors and the Company, consistent with Independence Standards Board Standard 1.

5. Review and discuss with the external auditors any disclosed relationships or services that may impact the objectivity and independence of the external auditors.
6. Take, or recommend that the full Board of Directors take, appropriate action to oversee the independence of the external auditors.
7. Recommend to the Board of Directors the selection and, where applicable, the replacement of the external auditors nominated annually for Shareholder approval.
8. At each meeting, consult with the external auditors, without the presence of management, about the quality of the Company's accounting principles, internal controls and the completeness and accuracy of the Company's financial statements.
9. Review and approve the Company's hiring policies regarding partners, employees and former partners and employees of the present and former external auditors of the Company.
10. Review with management and the external auditors the audit plan for the year-end financial statements and intended template for such statements.
11. Review and pre-approve all audit and audit-related services and the fees and other compensation related thereto, and any non-audit services, provided by the Company's external auditors. The pre-approval requirement is waived with respect to the provision of non-audit services if:
  - i. the aggregate amount of all such non-audit services provided to the Company constitutes not more than five percent of the total amount of revenues paid by the Company to its external auditors during the fiscal year in which the non-audit services are provided;
  - ii. such services were not recognized by the Company at the time of the engagement to be non-audit services; and
  - iii. such services are promptly brought to the attention of the Committee by the Company and approved prior to the completion of the audit by the Committee or by one or more members of the Committee who are members of the Board of Directors to whom authority to grant such approvals has been delegated by the Committee.

Provided the pre-approval of the non-audit services is presented to the Committee's first scheduled meeting following such approval such authority may be delegated by the Committee to one or more independent members of the Committee.

#### **Financial Reporting Processes**

12. In consultation with the external auditors, review with management the integrity of the Company's financial reporting process, both internal and external.
13. Consider the external auditors' judgments about the quality and appropriateness of the Company's accounting principles as applied in its financial reporting.
14. Consider and approve, if appropriate, changes to the Company's auditing and accounting principles and practices as suggested by the external auditors and management.
15. Review significant judgments made by management in the preparation of the financial statements and the view of the external auditors as to appropriateness of such judgments.
16. Following completion of the annual audit, review separately with management and the external auditors any significant difficulties encountered during the course of the audit, including any restrictions on the scope of work or access to required information.
17. Review any significant disagreement among management and the external auditors in connection with the preparation of the financial statements.
18. Review with the external auditors and management the extent to which changes and improvements in financial or accounting practices have been implemented.
19. Review any complaints or concerns about any questionable accounting, internal accounting controls or auditing matters.
20. Review certification process.

21. Establish a procedure for the confidential, anonymous submission by employees of the Company of concerns regarding questionable accounting or auditing matters.

Risk Management

22. To review, at least annually, and more frequently if necessary, the Company's policies for risk assessment and risk management (the identification, monitoring, and mitigation of risks).
23. To inquire of management and the independent auditor about significant business, political, financial and control risks or exposure to such risk.
24. To request the external auditor's opinion of management's assessment of significant risks facing the Company and how effectively they are being managed or controlled.
25. To assess the effectiveness of the over-all process for identifying principal business risks and report thereon to the Board.

Other

26. Review any related-party transactions.

*V. Annual Work Plan*

	Spring	Fall
Review audit plan and year-end statements template	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Review accounting systems and procedures	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Review auditors' letter of recommendation	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Review financial and accounting human resources	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Review Committee's charter and membership	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Review and recommend year-end financial statements	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Review MD&A	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Review external auditors' work, independence and fees	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Recommend auditors for the ensuing year	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Review Risk Management Performance	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Review and reassess the adequacy of the Code of Ethics for Financial Reporting Officers	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Review any proposed prospectus filings or similar filings	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>

**SCHEDULE “B”**

**LOMIKO METALS INC. 2021 OMNIBUS INCENTIVE PLAN**

*[See attached]*