



**LI-S ENERGY LIMITED**  
**ACN 634 839 857**

## **CODE OF CONDUCT & ETHICS**

### **1. INTRODUCTION**

- 1.1 Li-S Energy Limited (“Li-S Energy” or “Company”) is committed to the operation of our business in a manner that meets or exceeds the ethical, legal, commercial and expectations that society has of the Company and the industry in which it operates.
- 1.2 Striving to be a good corporate citizen is as much a part of our business as the products we produce for our customers.
- 1.3 The Board of Li-S Energy has considered and approved a Code of Conduct & Ethics (“Code”) which is applicable to all employees and which the Board expects to govern the way in which our employees conduct themselves in the performance of their respective duties and in communicating with the stakeholders of our business.
- 1.4 Please take the time to read the Code carefully.
- 1.5 If you have any questions, you should ask your supervisor or contact the Company Secretary.

### **2. PURPOSE OF THE CODE**

- 2.1 The objective of the Code is to ensure that:

- 2.1.1 high standards of corporate and individual behaviour are observed by all Li-S Energy employees in the context of their employment with Li-S Energy; and
- 2.1.2 employees are aware of their responsibilities to Li-S Energy under their contract of employment; and

all the stakeholders of the Company can be guided by the stated values and policies of Li-S Energy.

### **3. OBLIGATION TO COMPLY WITH CODE**

- 3.1 You will adhere to the Code both in letter and spirit. Adherence to the Code is a term of your employment with Li-S Energy. Violation of the Code by any employee, or unethical behaviour which may affect the reputation of Li-S Energy, may be subject to disciplinary action including termination of employment.

### **4. PRIMARY OBLIGATIONS OF CODE**

- 4.1 You must act with high standards of honesty, integrity, fairness and equity in all aspects of your employment with Li-S Energy.
- 4.2 You must comply fully with the content and spirit of all laws and regulations which govern the operations of Li-S Energy, its business environment and employment practices.

- 4.3 You will not knowingly participate in any illegal or unethical activity.
- 4.4 You will not enter into any arrangement or participate in any activity that would conflict with the interests of Li-S Energy or prejudice the performance or professional duties.
- 4.5 You must actively promote compliance with laws, rules, regulations and this Code.

## **5. PERSONAL RESPONSIBILITY**

- 5.1 Li-S Energy employees should always act with the highest standards of ethics and integrity in their dealings with customers, suppliers, creditors, shareholders, competitors and other employees. Underpinning this standard is a commitment by each employee to being truthful, honest and trustworthy and a recognition that superior ethical behaviour means complying with the spirit, as well as the letter of the law. Consequently, you must not engage in any conduct which brings discredit upon the Company.

## **6. CONFLICTS OF INTEREST**

- 6.1 You have a duty to act in the best interests of Li-S Energy. During your employment, however, there may be occasions whereby your own interest conflicts with those of the Company for whatever reason.
- 6.2 If you do find yourself in this situation you need to take immediate action to remove the conflict. If you are unsure what to do, speak to your supervisor or the Company Secretary.
- 6.3 A supervisor who is consulted about a potential conflict of interest will ensure that measures are put in place to protect parties affected by the conflict of interests from that conflict. Depending on the nature and extent of the conflict, the measures taken to protect against conflict of interest may include:
  - 6.3.1 ensuring that the conflicted or potentially conflicted employee does not participate in the relevant decision or activity; or
  - 6.3.2 disclosing the conflict to third parties affected by the conflict; and
  - 6.3.3 ensuring that the conflicted or potentially conflicted employee is not the sole decision maker on the matter.

- 6.4 You must otherwise not allow your personal interest to conflict with the interests of Li-S Energy.

## **7. OPPORTUNITIES ARISING FROM COURSE OF EMPLOYMENT**

- 7.1 You will not take advantage of property, information or position, or opportunities arising from these, for personal gain or to compete with Li-S Energy.

## **8. GIFTS, BENEFITS AND HOSPITALITY**

- 8.1 No employee should seek a gift or benefit from any party in the performance of their duties. Li-S Energy has a Bribery and Corruption Policy which is published on the Company's website. You should refer to this.
- 8.2 No employee should accept significant gifts or other benefits that could have the potential to impair his or her judgement or could be seen to be a conflict of interest.

8.3 If you are in doubt about whether a proposed gift or benefit is significant, speak to your supervisor or the Company Secretary.

8.4 All gifts and other benefits received by employees must be disclosed to their supervisor.

## **9. DISCLOSURE AND USE OF INFORMATION**

9.1 You have a continuing duty of trust and confidence to Li-S Energy.

9.2 During your employment with Li-S Energy you may become aware of information concerning the Company or a third party which is confidential.

9.3 You should not use this confidential information in a way which creates a personal benefit to you or to another party not entitled to make use of the information. Such information often has the potential to cause damage or create a benefit if disclosed without permission and should always remain confidential. If you are uncertain about whether information may be disclosed or used you should always seek guidance before proceeding to do so.

## **10. INSIDER TRADING**

10.1 It is a serious criminal offence for any person to apply for, buy or sell, shares in Li-S Energy while they have inside information concerning the Company. Li-S Energy has a detailed Security Trading Policy which is published on the Company's website. You should also refer to this.

10.2 Inside information is that information which is not generally available, and which if it was generally available, would be expected to have a material effect on the price or value of Li-S Energy shares.

10.3 This applies not only to Li-S Energy employees, but any other person (such as a friend or family member) who has inside information concerning the Company.

10.4 If you have doubts as to whether you can buy or sell Li-S Energy shares under the terms of this policy you should contact the Company Secretary.

## **11. PUBLIC STATEMENTS**

11.1 No employee is authorised to make or issue public statements about the Company unless these have been authorised by the Board or Chief Executive Officer. This includes public speaking engagements and conversations with the media.

## **12. SEXUAL HARASSMENT**

12.1 Sexual harassment in the work environment will not be tolerated under any circumstances.

12.2 Sexual harassment means any unwanted, unwelcome or uninvited behaviour of a sexual nature which makes a person feel humiliated, intimidated or offended.

12.3 Li-S Energy has established a separate policy which specifically deals with this issue. You should make yourself familiar with the contents of this policy and ensure that you comply with it in all respects.

## **13. EQUAL OPPORTUNITY**

13.1 Li-S Energy is an equal opportunity employer.

13.2 The Company takes very seriously its efforts to ensure that all employees, and prospective employees, have an equal opportunity to participate and contribute to the business free of prejudice and discrimination. Li-S Energy considers this not only fair and just but makes good business sense.

13.3 Discrimination on any grounds will not be tolerated and, if found to exist, will result in disciplinary action including termination.

#### **14. WORK ENVIRONMENT**

14.1 Li-S Energy is committed to providing its employees with a working environment which is healthy, safe and productive.

14.2 While the Company is continually taking action to ensure the safety of its employees, it is expected that each employee will also take responsibility for their own safety and that of their colleagues.

14.3 Workplace bullying, intimidation or harassment of any kind will not be tolerated.

#### **15. ENVIRONMENTAL CONSIDERATIONS**

15.1 You should perform your duties in a manner consistent with the Company's on-going commitment to undertaking its business operations in a way which minimises the impact on the environment.

15.2 You should contribute wherever possible to the stated objectives of the Li-S Energy Environmental Policy and assist in the development of operational practices and procedures which have sustainable environmental benefits.

#### **16. OTHER POLICIES REGULATING EMPLOYEE BEHAVIOUR**

Li-S Energy also requires you to comply with policies relating to:

- occupational health and safety;
- injury management and return to work; drugs and alcohol;
- the environment;
- computer usage, information systems and on-line services; discrimination, harassment and bullying;
- discipline and termination;
- workplace grievances;
- personal leave;
- parental leave;
- training and development; privacy; and

any other policy developed by the Company which relates to your employment.

#### **17. REPORTING VIOLATIONS OF THE CODE OR OTHER UNETHICAL CONDUCT**

17.1 You are required to report breaches of the Code or other unethical conduct Supervisor and/or the Company Secretary. Li-S Energy has a Whistleblower Policy which is published on the Company's website. You should also refer to this.

- 17.2 You will not be disadvantaged or suffer any detriment for having reported a breach of the Code or other unethical conduct.
- 17.3 Li-S Energy will investigate any reported breach and will ensure that such investigation is carried out promptly and fairly to all parties concerned.
- 17.4 The reporting procedure should not be used maliciously or mischievously.

## **18. BREACHES OF THIS CODE**

- 18.1 Breaches of this Code will be viewed seriously by Li-S Energy and will result in appropriate disciplinary action being taken against any person engaging in conduct considered to be in breach of these minimum standards. This may range from warnings to dismissal.
- 18.2 No disciplinary action will be taken until the breach has been investigated and the employee concerned has had an opportunity to comment on the alleged breach.

## **19. TRAINING AND COMMUNICATION**

- 19.1 Training on this Code forms part of the induction process for all new employees. All existing employees will receive regular and relevant training on how to implement and adhere to it.

## **20. WHO IS RESPONSIBLE FOR THE POLICY**

- 20.1 The Company's Board has overall responsibility for ensuring this Code complies with our legal and ethical obligations, and that all personnel comply with it.
- 20.2 The Company's Board will be informed on any material incidents reported under this Code.
- 20.3 The Code will be periodically reviewed to ensure that it is operating effectively and whether any changes are required.

Dated: July 2021