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Futura Lithium Corp. Receives Cash Injection from Tesla Inc.

Friday, April 21, 2023 - Toronto, ON; Futura Lithium Corp. announces today that Tesla Inc. has significantly deepened their relationship with the company by agreeing to inject a USD \$38.5 million cash investment into the company's Lithium Project in Zacatecas State, Mexico. The commitment from Tesla Inc. will substantially enhance progress of the project development.

In addition to the cash investment from Tesla Inc., Futura Lithium confirms that its private equity partners in London and Hong Kong have raised over USD \$70 million in venture capital financing directed to the Zacatecas State project since November 2022. Futura Lithium Corp. can now foresee initial lithium production forecasts at the project being ahead of schedule and occur by the first half of 2024. Past estimations had put production to start in late 2024 or into 2025.

During July 2022 Futura Lithium Corp. announced they had reached a supply agreement with Tesla Inc. As part of the agreement for the cash injection some alterations have been made to the initial supply agreement. Specifically, the previous agreement guaranteed Tesla Inc. fifteen years of rights to all lithium compounds produced from the site at a price of 1.25% below market prices at time of purchase. The new agreement extends Tesla's exclusive rights to the entire production from the operation to twenty-five years at a 3% discount to market prices at the time of purchase.

The new agreement with Tesla Inc. will realize a net profit of approximately 25% on lithium compound sales for Futura Minerals based on detailed feasibility studies as well as audits conducted by the accounting company Deloitte Canada. The profit forecasts are largely based on the projected price of lithium mineral taking into account the average rate of price increase of the mineral over the past five years. Lithium prices may well perform far better than the past five years average as lithium mineral supply compared to demand is expected to lead to severe shortages by 2027.

In January 2023 Futura Lithium Corp. announced plans for an IPO listing within this year. Further information is forthcoming regarding the progress towards becoming a publicly trading company. Futura Lithium Corp. is currently negotiating the terms of underwriting contracts with a select number of leading financial institutions.

About the Company:

Futura Lithium Corp. controls the Salar de Valle Salado Lithium Brine Project, located in the Atacama Region of Northern Chile, in a joint venture partnership with SQM. The company also maintains a large lithium brine project in Salta Province in northwest Argentina. Furthermore, Futura Lithium Corp. is developing a major lithium project in Zacatecas State, Mexico.

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