

The background of the slide is a grayscale scanning electron microscope (SEM) image showing the layered, flake-like structure of graphite. The flakes are oriented in various directions, creating a complex, textured pattern.

**FOCUS**

**GRAPHITE**

***THE ESSENTIAL MATERIAL FOR  
LOW CARBON ECONOMIES***

***Corporate Overview***

***April 2021***

# DISCLAIMER



**Forward Looking Information:** This presentation contains “forward-looking information” within the meaning of Canadian securities legislation. All information contained herein that is not clearly historical in nature may constitute forward-looking information. Generally, such forward-looking information can be identified by the use of forward-looking terminology such as “plans”, “expects” or “does not expect”, “is expected”, “budget”, “scheduled”, “estimates”, “forecasts”, “intends”, “anticipates” or “does not anticipate”, or “believes”, or variations of such words and phrases or state that certain actions, events or results “may”, “could”, “would”, “might” or “will be taken”, “occur” or “be achieved”. Forward-looking information is subject to known and unknown risks, uncertainties and other factors that may cause the actual results, level of activity, performance or achievements of the Company to be materially different from those expressed or implied by such forward-looking information, including but not limited to: (i) volatile stock price; (ii) the general global markets and economic conditions; (iii) the possibility of write-downs and impairments; (iv) the risk associated with exploration, development and operations of mineral deposits; (v) the risk associated with establishing title to mineral properties and assets; (vi) the risks associated with entering into joint ventures; (vii) fluctuations in commodity prices; (viii) the risks associated with uninsurable risks arising during the course of exploration, development and production; (ix) competition faced by the resulting issuer in securing experienced personnel and financing; (x) access to adequate infrastructure to support mining, processing, development and exploration activities; (xi) the risks associated with changes in the mining regulatory regime governing the resulting issuer; (xii) the risks associated with the various environmental regulations the resulting issuer is subject to; (xiii) risks related to regulatory and permitting delays; (xiv) risks related to potential conflicts of interest; (xv) the reliance on key personnel; (xvi) liquidity risks; (xvii) the risk of potential dilution through the issue of common shares; (xviii) the Company does not anticipate declaring dividends in the near term; (xix) the risk of litigation; and (xx) risk management. Forward-looking information is based on assumptions management believes to be reasonable at the time such statements are made, including but not limited to, continued exploration activities, no material adverse change in metal prices, exploration and development plans proceeding in accordance with plans and such plans achieving their stated expected outcomes, receipt of required regulatory approvals, and such other assumptions and factors as set out herein. Although the Company has attempted to identify important factors that could cause actual results to differ materially from those contained in the forward-looking information, there may be other factors that cause results not to be as anticipated, estimated or intended. There can be no assurance that such forward-looking information will prove to be accurate, as actual results and future events could differ materially from those anticipated in such forward-looking information. Such forward-looking information has been provided for the purpose of assisting investors in understanding the Company’s business, operations and exploration plans and may not be appropriate for other purposes. Accordingly, readers should not place undue reliance on forward-looking information. Forward-looking information is made as of the date of this press release, and the Company does not undertake to update such forward-looking information except in accordance with applicable securities laws.

**Cautionary Notes related to the Value-added Industrial Project:** Feasibility studies on any value-added industrial projects are not the same as feasibility studies for mineral projects as defined under NI 43-101 and CIM Definition Standards for Mineral Resources and Mineral Reserves. Although Focus continues to work towards its objective of developing value-added products using graphite concentrate to be produced at the Lac Knife project or obtained from other graphite concentrate producers, the Corporation reiterates its primary objective of advancing the Lac Knife mineral project towards production of large, medium and fine flake graphite concentrate as demonstrated in the Lac Knife Feasibility Study dated August 8, 2014 (a copy of which is available on SEDAR at [www.sedar.com](http://www.sedar.com)). The feasibility of a transformation plant for value-added products remains to be demonstrated and could be determined to be uneconomical and not feasible for the Corporation. It is therefore possible that Focus never move forward with such transformation plant despite its corporate objective to do so. Readers are therefore cautioned against undue reliance on this corporate objective given its uncertainty at the present time. Focus intends to put the Lac Knife deposit into production despite any potential negative decision on the fabrication of value-added products.

**Cautionary Notes related to proprietary industrial processes:** The Corporation is not disclosing details of its in-house and proprietary purification and physical processing technologies for competitive reasons. The results obtained through independent testing are preliminary and will require additional testing and evaluation. The capacity of Focus to produce graphite value-added products on a commercial scale remains to be demonstrated. Readers are therefore cautioned against undue reliance on these results given their preliminary nature. The scientific and technical information relating to graphite value-added products has been prepared by the Company who is responsible for such disclosure.

**Qualified Person:** The included scientific and technical information regarding exploration activities as defined in NI 43-101 s. 1.1, was either prepared, reviewed and/or approved by Benoit Lafrance, géo/P.Geo, Ph.D. (Québec), Vice President of Exploration for Focus Graphite Inc. and a Qualified Person under National Instrument (NI) 43-101 guidelines.



# 2020 Corporate Development Summary



- Focus Graphite announced in June 2020 that President and CEO, Gary Economo was retiring and in July 2020, Focus announced that Marc Roy was appointed as CEO and Member of the Board of Directors. Mr. Roy brings to Focus Graphite more than 20 years of global experience in Executive Management roles.
- In November, Focus Graphite announced that it plans to complete a non-brokered private placement of up to 4,285,715 Units of the Company at a price of \$0.035 per Unit for aggregate gross proceeds to the Company of up to \$150,000 and up to 10,000,000 Flow-Through units of the Company at a price of \$0.05 per Flow-Through Unit for aggregate gross proceeds to the Company of up to \$500,000.
- In December 2020, that it has increased the gross proceeds for the flow-through portion of its previously announced non-brokered private placement of up to 10,000,000 units (“Flow-Through Units”) for gross proceeds of \$500,000 (the “Initial Offering”). The Company has increased the Initial Offering to 20,000,000 Flow-Through Units at \$0.05 per Flow-Through Unit for gross proceeds of up to \$1,000,000 to accommodate investor demand (the “Offering”). Each Flow-Through Unit consists of one Common Share issued on a flow-through basis (a “Flow-Through Share”) and one Warrant. Each Warrant issued as part of the Flow-Through Unit will entitle the holder thereof to acquire one Common Share, which is not a Flow-Through Share, at an exercise price per Common Share of \$0.055 for a period of 24 months from the Closing Date.
- Also, in December, Focus announced that it has closed its previously announced non-brokered private placement (the “Offering”) for total gross proceeds of \$1,150,000. The closing of the Offering occurred in two final tranches of \$500,000 (the “Second Tranche”) and \$300,000 (the “Final Tranche”) respectively subsequent to the previously announced first tranche closing of December 18, 2020. As part of the Second Tranche, the Company issued 10,000,000 units (the “Flow-Through Units”) at a price of \$0.05 per Unit. Each Unit is comprised of one (1) flow-through common share and one common share purchase warrant (a “Warrant”). Each Warrant entitles its holder to purchase one (1) common share at a price of \$0.055 per common share until December 22, 2022. In connection with the closing of the Second Tranche, the Company paid a cash finder’s fee totaling \$35,000 and issued 700,000 warrants (the “Finder Warrants”). Each Finder Warrant entitles the finder to purchase one (1) common share at a price of \$0.055 per common share until December 22, 2022.

# 2020 Project Development Highlights



## Primary Objective: Further Develop the Lac Knife Mineral Project

- **Lac Knife Project:** We firmly believe that our Lac Knife Project is the most advanced battery-grade project in North America. Focus Graphite holds a 100% ownership interest of the Lac Knife crystalline flake graphite deposit located in the Côte Nord region of Québec. Focus continues to communicate, meet, and listen to local communities and will be increasing these efforts as part of the ongoing ESIA review. Once the environmental review process is completed successfully, the next phase of the Lac Knife project will be detailed engineering and preparations for engineering, procurement, and construction management (EPCM). We currently expect the permitting process to be completed in Calendar Year 2021 and then Focus will move into the construction phase at the project. The Company provided an update on the ongoing efforts to complete the environmental and social impact assessment (ESIA) study for its Lac Knife flake graphite project, Québec. Focus resumed work on the ESIA study during the summer of 2020, as COVID-19 containment measures were being eased by the Québec government. IOS Services Géoscientifiques Inc. (IOS) of Saguenay, Québec is managing the ESIA study. Focus also wishes to announce it has commissioned global Engineering firm DRA Americas Inc. (DRA) to update the Company's 2014 feasibility study for the Lac Knife project\* and prepare a new technical report in accordance with the Canadian Securities Administrators' National Instrument (NI) 43-101 - Standards of Disclosure for Mineral Projects. The new feasibility study will be executed through DRA's offices in Montréal, Québec with input from other DRA offices across the world.
- **Kwyjibo Project:** In April 2020, Focus announced that the Company has signed a letter of intent (LOI) with Investissement Québec to sell the Company's 50% interest in the Kwyjibo rare earth elements Project to Investissement Québec for the sum of C\$7,237,696. The project, totalling 116 map-designated claims (CDC) and covering 6,283.5 ha, is located a few kilometres north of Manitou Lake, approximately 125 km northeast of Sept-Îles, in the Côte-Nord administrative district of Québec. The Kwyjibo claim block is also located 25 km east of the Québec North Shore and Labrador (QNSL) rail line and is accessible by air from float plane and helicopter bases located in or near Sept-Îles. The Company's interest in the project was sold and the transaction has been subsequently closed.



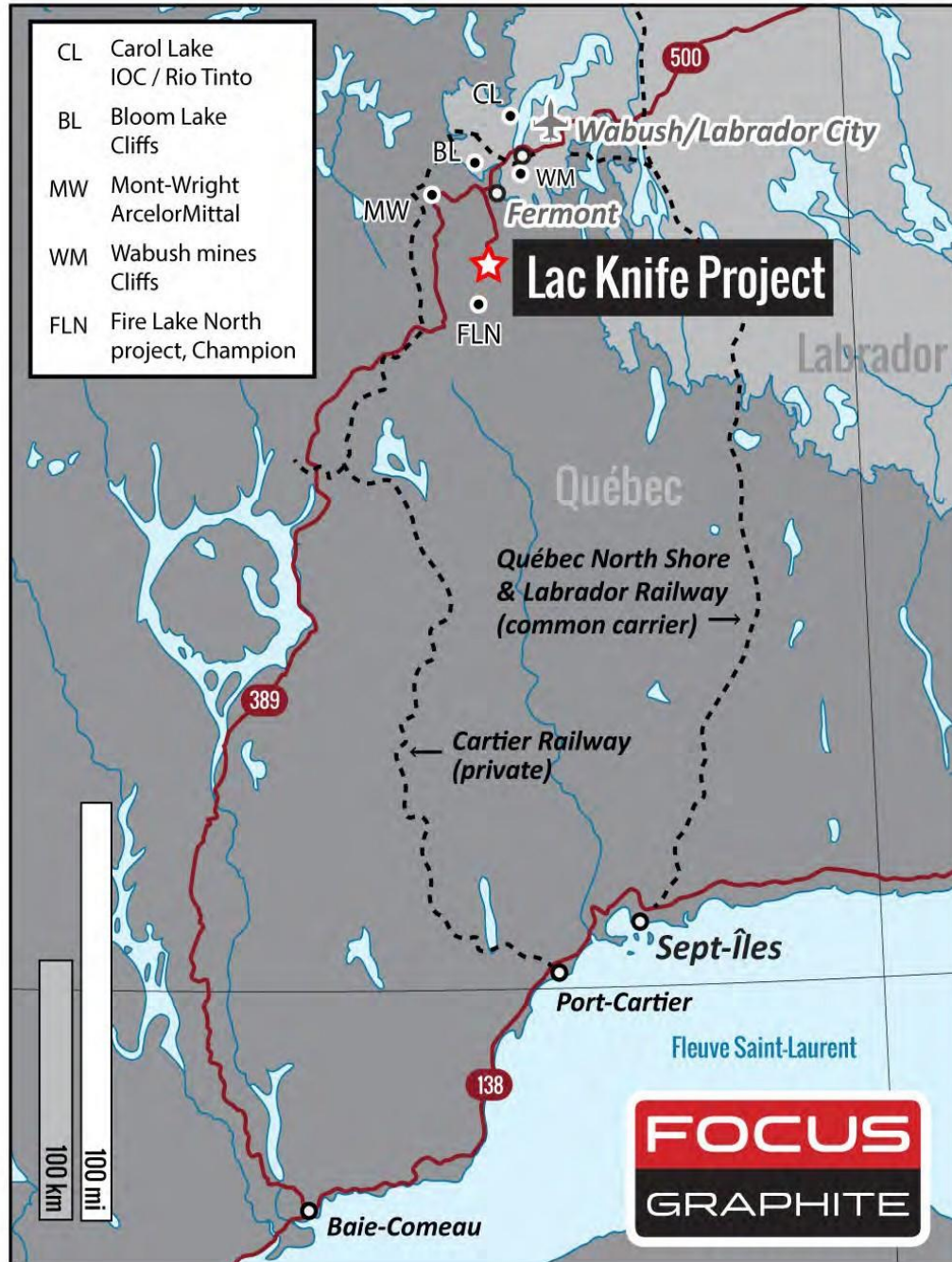


# 2020 Project Development Highlights



- **Eastmain-Leran Project:** In July 2020, the Company announced it has signed a definitive asset purchase agreement for the sale of its 100% interest in the Eastmain-Léran project to a third party. The transaction closed on July 16, 2020 and the initial payment of \$500,000 due at closing has been received and the total consideration was \$2,300,000 to be paid over 3 years. The Eastmain-Léran project is comprised of two contiguous properties located in eastern Eeyou Istchee James Bay territory of northern Québec, 37 km southeast of Stornoway Diamonds (Canada) Inc.'s Renard diamond mine, and 10 km to the East of the Otish Mountains access road (HWY 167 North): The Eastmain Léran/Alta Option property which consist of 32 map-designated ("CDC") claims covering an area of 1,678.81 ha and the Eastmain-Léran/Staked property consists of 505 CDC claims covering an area of 26,437.07 ha. The Eastmain-Léran/Alta Option property is subject to a 2% Net Smelter Royalty (NSR) payable to Ressources Minières Alta Inc., which can be purchased at any time by the Purchaser for \$500,000.
- **Manicouagan Reservoir Area Graphite Projects, Côte-Nord Administrative District of Québec (Lac Tétépisca and Lac Tétépisca Nord):** The Lac Tétépisca property consists of 62 contiguous map-designated claims covering 3,343.12 ha. The project is located in the southwest Manicouagan reservoir area, 234 km north-northwest of the city of Baie-Comeau. The area is accessible year-round by logging roads which starts from Route 389 and is part of SOQUEM Inc. and Quinto Technology Inc.'s former Lac Guéret-Nord project. On April 9, 2020, the Québec Minister of Energy and Natural Resources (MERN), Mr. Jonathan Julien, announced the term suspension of all mineral exploration claims currently in force in the province for a 12-month period effective immediately. This extraordinary measure taken to support claim holders is applied pursuant to article 63 of the Mining Act and under the discretionary power of the Minister of Energy and Natural Resources. The current expiry date for the 61 CDC claims forming the Lac Tétépisca property have therefore been extended by 12 months. The Lac Tétépisca property claims are in good standing on e-GESTIM until December 2021, at the earliest. On May 11, 2020, the Québec government announced that mineral exploration activities could resume across the province under specific conditions. Travel restrictions to the Côte-Nord administrative region remain in place for non-residents until June 1, 2020.





Focus Graphite: One of the “most advanced” graphite companies in North America

- Located in northern Québec, 27 km southwest of Fermont
- Large, established iron-ore mining camp and home to billion-dollar mining projects including ArcelorMittal, RioTinto/IOC, Cliffs
- All infrastructure capacity needed for the project is available. (Electricity & Rail). Access road, upgrade included in Feasibility study.
- Experienced Mgt. Team and Board of Directors committed to Shareholder Value
- Focus expects to sell all or a portion of the Lac Knife graphite concentrate production to both traditional industrial markets (refractory, auto parts, lubricants), and to the higher value, high-technology green application markets (lithium-ion batteries, fuel cells, electronics, graphene-based industrial products).



*Québec is a mining friendly jurisdiction and the city of Fermont is located in a well-established mining camp with excellent regional infrastructure.*

*Stakeholders are interested in diversifying the local economy and support the project*



**Building Shareholder Value through Project Development Growth, Focusing on Lucrative Industry Opportunities and Partnerships with Industry Leaders and Customers**



## CAPITAL REQUIREMENTS

- \$140M of \$166M CAPEX requirement secured, including \$17M contingency
- Combination of equity and debt may be tied to strategic partnerships based on an offtake agreement
- Discussions with a 6-party consortium on going
- Vendor Financing: Concentrator & Mine Equipment
- Discussions underway with potential offtake customers and strategic partners
- Global Marketing Study in progress
- Pre-feasibility study underway for value-added products plant

## CAPITAL STRUCTURE

Tickers: TSX-V: FMS      OTCQX: FCSMF      FSE: FKC

***As of April 21, 2021\****

Recent Share Price	\$0.12
Market Capitalization	\$55,879,642
Shares (Issued & Outstanding)	465,663,680
Options	70,605,000
Warrants	97,884,285
Shares (Fully Diluted)	634,152,965

*\*Currency is Canadian dollars (CAD\$)*



# 2021 Project Development Goals



## Lac Knife Graphite Deposit

- Continue work on improving the performance of Lac Knife boronated CSPG
- Ongoing discussions with a six-party consortium related to Lac Knife project financing
- Pre-feasibility study underway for value-added products plant
- Currently expect permitting process to be completed in calendar year 2021

## Lac Tétépisca Flake Graphite Project

- Evaluating new drilling program
- Metallurgical testing ongoing
- Next step is an initial mineral resource estimate and working towards a preliminary economic assessment





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# FOCUS

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