MONTHLY PROGRESS REPORT JULY 2022

Name of Listed Issuer: INTERNATIONAL BATTERY METALS LTD. (the "**Issuer**" or the “**Company**”).

Trading Symbol: **IBAT**

Number of Outstanding Listed Securities: **136,273,092**

Date: **August 5, 2022**

# (For the month of July 2022)

# Report on Business

1. Provide a general overview and discussion of the development of the Issuer’s business and operations over the previous month. Where the Issuer was inactive disclose this fact.

# The Issuer is an advanced technology company focused on environmentally ethical lithium brine extraction. The Issuer is in the process of creating and applying its intellectual property related to lithium extraction from salars, as well as geothermal and oilfield brines. The Issuer's unique extraction process is intended to be environmentally friendly, low cost, and has the potential to produce high-quality commercial grade lithium at a much faster rate than the current industry standards.

1. Provide a general overview and discussion of the activities of management.

**They completed a successful testing of completion of systems and safety testing for the world’s first commercial-scale mobile lithium extraction plant in May 2022.**

**The modular plant has begun flow-testing with lithium-bearing brine, which has been sourced in the U.S. and is being delivered in significant volume via tanker truck. Once the efficacy and safety of the flow tests have been confirmed, International Battery Metals will begin extracting lithium chloride (LiCl). The company expects to begin extraction testing in the coming months, becoming the first company globally to successfully operate a commercial-scale mobile lithium extraction plant.**

**The unique modular design of the company's lithium extraction plant allows for rapid deployment and swift onsite assembly. The plant, located in Lake Charles, LA, was assembled in 10 days by a crew of nine workers and has the potential to produce 5,000 metric tons of commercial-grade lithium chloride (LiCl), on a lithium carbonate equivalent basis, each year. Thanks to its modular design, this same plant also has the potential to be expanded to produce up to 20,000 metric tons of LiCl per year, based on the capacity and unique composition of the brine resource.**

**The preliminary testing will be completed in the US prior to deployment of the unit into the field which is expected in 2022.**

1. Describe and provide details of any new products or services developed or offered. For resource companies, provide details of new drilling, exploration or production programs and acquisitions of any new properties and attach any mineral or oil and gas or other reports required under Ontario securities law.

**None**

1. Describe any new business relationships entered into between the Issuer, the Issuer’s affiliates or third parties including contracts to supply products or services, joint venture agreements and licensing agreements etc. State whether the relationship is with a Related Person of the Issuer and provide details of the relationship.

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**None**

1. Describe the expiry or termination of any contracts or agreements between the issuer, the issuer’s affiliates or third parties or cancellation of any financings arrangements that have been previously announced.

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**None**

1. Describe any acquisitions by the Issuer or dispositions of the Issuer’s assets that occurred during the preceding month. Provide details of the nature of the assets acquired or disposed of and provide details of the consideration paid or payable together with a schedule of payments if applicable, and of any valuation. State how the consideration was determined and whether the acquisition was from or the disposition was to a Related Person of the Issuer and provide details of the relationship.

**Not applicable.**

1. Describe the acquisition of new customers or loss of customers.

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**Not applicable.**

1. Describe any new developments or effects on intangible products such as brand names, circulation lists, copyrights, franchises, licenses, patents, software, subscription lists and trade-marks.

# In February 2022 the Company received notification that its patent No.11,229,880 titled “Modular Extraction Apparatus” had been issued by the United States Patent Office. This is a key patent that covers the Company’s mobile lithium extraction unit which is in the final stages of fabrication. The Company continues to file and prosecute additional patents to reinforce and protect its proprietary technology.

1. Report on any employee hiring, terminations or lay-offs with details of anticipated length of lay-offs.

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# Mr Garry Flowers was hired as President of the Company

1. Report on any labour disputes and resolutions of those disputes if applicable.

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# Not applicable.

1. Describe and provide details of legal proceedings to which the Issuer became a party, including the name of the court or agency, the date instituted, the principal parties to the proceedings, the nature of the claim, the amount claimed, if any, if the proceedings are being contested, and the present status of the proceedings.

**In April 2021, former company employees and directors and a company which they control, filed a complaint in the United States District Court for the District of Colorado against the Company for alleged wrongful dismissal and breach of share exchange agreement. The Company is objecting to the complaint and has retained counsel to address this. The amounts and outcome of the complaint cannot be determined at this time.**

1. Provide details of any indebtedness incurred or repaid by the Issuer together with the terms of such indebtedness

**None**

1. Provide details of any securities issued and options or warrants granted.

**On June 14, 2022, corporate counsel to the Company wrote to the Canadian Securities Exchange (the “CSE”) seeking the CSE’s confirmation and approval of the Company’s 2021 private placement, first announced by the Company in February 2021 and subsequently approved by shareholders on April 19, 2021(the “Private Placement”). Pursuant to the terms of the Private Placement, the Company will issue to each of EVL Holdings LLC., and Sorcia Minerals LLC, 8,625,000 units at a deemed price of $0.58 per unit (the “Issuance”). Each unit is comprised of one common share and one common share purchase warrant exercisable to purchase an additional common share at a price of $0.58 per share for a period of two years. The Company is still awaiting the CSE’s response as it relates to the Private Placement and the subsequent Issuance.**

**500,000 shares issued for the exercise of options for proceeds of $114,000 CAD**

1. Provide details of any loans to or by Related Persons.

# None

1. Provide details of any changes in directors, officers or committee members.

**None**

1. Discuss any trends, which are likely to impact the Issuer including trends in the Issuer’s market(s) or political/regulatory trends.

# In March 2020 the World Health Organization declared coronavirus COVID-19 a global pandemic. This contagious disease outbreak, which has continued to spread, and any related adverse public health developments, has adversely affected workforces, economies, and financial markets globally, potentially leading to an economic downturn. It is not possible for the Company to predict the duration or magnitude of the adverse results of the outbreak and its effects on the Company’s business or ability to raise funds.

**COVID-19 has caused delays in financings, engineering, and fabrication of the Company’s first mobile lithium extraction unit. In addition, we expect continued delays due to COVID-19 in testing, mobilizing, and installing the Unit in the field. There are no known other specific trends likely to affect or impact the Issuer including trends in the Issuer’s market(s) or political/regulatory trends.**

Certificate of Compliance

The undersigned hereby certifies that:

1. The undersigned is a director and/or senior officer of the Issuer and has been duly authorized by a resolution of the board of directors of the Issuer to sign this Certificate of Compliance.
2. As of the date hereof there is no material information concerning the Issuer which has not been publicly disclosed.
3. The undersigned hereby certifies to the Exchange that the Issuer is in compliance with the requirements of applicable securities legislation (as such term is defined in National Instrument 14-101) and all Exchange Requirements (as defined in CNSX
4. All of the information in this Form 7 Monthly Progress Report is true.

Dated: **August 5, 2022**

**Yick Cheung Chan**

Director or Senior Officer

**"*Yick Cheung Chan*"**

Signature

**Interim CFO**

Official Capacity

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| ***Issuer Details***  Name of Issuer  **INTERNATIONAL BATTERY METALS LTD.** | For Month End  **July 2022** | | Date of Report  **August 5, 2022** |
| Issuer Address  **SUITE 1140-625 Howe Street** | | | |
| City/Province/Postal Code **Vancouver, BC, V6C 2T6** | | Issuer Fax No. | Issuer Telephone No.  **778-939-4228** |
| Contact Name  **Yick Cheung Chan** | | Contact Position Interim CFO | Contact Telephone No.  **778-939-4228** |
| Contact Email Address  [**INFO@IBATTERYMETALS.COM**](about:blank) | | Web Site Address  [**http://www.ibatterymetals.com**](about:blank) | |