



## Li-Cycle Closes Upsized \$475 Million Loan Facility with U.S. Department of Energy to Support Development of Rochester Hub Project

*\$475 million loan amount represents an increase of \$100 million over the original conditional commitment*

*First DOE loan facility to be finalized for a lithium-ion battery materials recycling company*

Last week, Li-Cycle announced that we have [closed an upsized \\$475 million loan](#) facility with the U.S. Department of Energy (“DOE”) to support the development of our flagship Rochester Hub project.

The loan closing follows detailed technical, market, financial and legal due diligence by the DOE and is a strong vote of confidence for our patented and sustainable recycling technology.



It's also the first DOE loan facility to be finalized for a lithium-ion battery materials recycling company and will support our mission to create a sustainable and domestic, closed-loop battery supply chain, which is vital to securing energy independence.

While the loan is an important step towards our goal of restarting construction of the Rochester Hub, there are additional conditions and requirements that we must satisfy before we are able to draw down on the loan.

As part of these requirements, we need to fund approximately \$173 million of project financing reserves—of which up to approximately \$97 million can be satisfied via letters of credit. As well, we also need to settle certain existing commitments relating to the Rochester Hub project for costs incurred but not yet paid, which currently amounts to approximately \$92 million.

As such, we are actively exploring financing and strategic alternatives for a complete funding package needed to restart the construction of the Rochester Hub, of which the DOE loan is a key component.

We also recently [announced](#) the completion of the technical review of the Rochester Hub and the establishment of a commercial framework with Glencore. This framework includes off-take of 100% the MHP that is expected to be produced at the Rochester Hub, alongside our existing lithium carbonate off-take agreements. These are positive steps for the Rochester Hub project plans that will help us build momentum as we work to secure a full funding package.

The Rochester Hub project is expected to create more than 200 permanent jobs once fully operational and approximately 825 construction jobs at peak construction. Li-Cycle remains committed to the Rochester community, and restarting construction at the Hub continues to be an important priority for the Company.

This past quarter, Li-Cycle also achieved [strong year-over-year revenue growth](#) and reduced costs. We are also focused on our Gen 3 Spokes in Arizona, Alabama, and Germany and are continuing to implement our Spoke optimization initiatives with the goal of establishing a self-sufficient and financially accretive Spoke business.

We deeply appreciate the Rochester community's continued support, and we will share updates on our progress.

## Contact Us

If you have questions or comments, please contact us at: [communities@li-cycle.com](mailto:communities@li-cycle.com)

Visit Li-Cycle website at: [www.li-cycle.com](http://www.li-cycle.com)

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