Gotion EV Battery Megasite Fact Sheet

Overview

- 715,000 gallons of water per day (more than double Nestle's current consumption from the same aquifer)
- 500+ acre site, up to 5.5M square feet
- initial development site is a wetlands, which connects via a continuous flowing creek to Muskegon River
- manufacturing plant for EV lithium ion batteries
- Chinese owned and operated company, whose owners have strong ties to the CCP

Lack of Due Diligence

- no environmental impact statement
- no vote or polling from the public
- no health & safety plans

Taxpayer Funding

- The \$2.5B Gotion project represents over \$715M in total subsidies, including \$175M in direct taxpayer funding, approved by Michigan House and Senate Appropriations, and endorsed by the MEDC.

Ownership

- Gotion, Inc. is a subsidiary of its China-based parent company, Guoxuan High-Tech Company, Ltd., whose founders Mr. Li Zhen, and Mr. Li Chen have deep ties to the Chinese Communist Party.
- Re: Gotion High-Tech.'s Volkswagen 36% majority shareholdership on the Swiss Stock Exchange: Volkswagen China's board voted in January 2023 to "irrevocably give up the voting rights of part of the Company's shares held by it, so that the voting rights of Volkswagen China are at least 5% less than those of the Founding Shareholders," who are Mr. Li Zhen, and Mr. Li Chen.
- Gotion, Inc. President Mr. Li Chen is listed by the World Economic Forum as "a member of the CPPCC," which is "also known as the People's ...is a political advisory body in the People's Republic of China and a central part of the Chinese Communist Party (CCP)'s united front system."



Materials

- **lithium carbonate**, "may be a teratogen," and is on the Right to Know Hazardous Substance List and Special Hazardous Health Substance List
- **primary synthetic graphite**, which "is considered hazardous according to OSHA"
- **iron phosphate** "a strong oxidizing agent" which "should not be released into the environment"
- N-methylpyrrolidone (NMP), "May cause damage to organs through prolonged or repeated exposure", "reproductive harm"
- Gotion says they will make LFP batteries, although materials used in

more dangerous NMC batteries have been cited by Gotion rep as being needed–such as cobalt, manganese, and nickel

- Lithium fields and rare earth leeching are devestating to the environment, putting large amounts of chemicals into the earth

Muskegon River & Nearby Protected Species

- karner blue butterfly
- snapping turtle
- 47 spieces of clams and mussels
- bald eagles nesting site

Sources:

<u>LIVE: Green Twp. Holds Meeting as Residents Oppose CCP Gotion Project</u> - The Midwesterner, May 9 2023

<u>Panel Discussion of April 5 Questions and Answers</u> - Green Charter Township <u>Michigan Freshwater Mussel Survey Protocols and Relocation Procedures for</u> Rivers and Streams, May 2021

<u>Safety Data Sheet: N-methylpyrrolidone</u>, ThermoFisher Scientific Dec 2021 Lithium Carbonate Hazardous Substance Fact Sheet - NJ Health Dept.

Safety Data Sheet: Iron Phosphate - ThermoFisher Scientific

Safety Data Sheet: Synthetic Graphite - Graphite Sales, Inc.

What is synthetic graphite? - Investing News, March 2023

Muskegon River Watershed Assessment - Michigan DNR, July 1997

Announcement on the Resolutions of the First Extraordinary General Meeting of

Shareholders in 2023, Gotion High-tech Co., Ltd

Gotion Investor Relations Announcement

Plans to extract lithium from Xinjiang raises forced-labor questions for EV

industry - LA Times, July 2022

In pictures: South America's 'lithium fields' reveal the dark side of our electric

future - EuroNews, December 2022

<u>LIVE: Ambassadors Hoekstra, Cella Question Business Ties And</u> <u>Supply Chain of CCP Gotion</u> - The Midwesterner, April 2022

