



**June 25, 2021**

Adam C.T. Matthews  
Co-Chair Investor  
Mining & Tailings Safety Initiative  
Director of Ethics & Engagement  
Church of England Pensions Board

John Howchin  
Co-Chair Investor  
Mining & Tailings Safety Initiative  
Secretary General  
Swedish Council on Ethics  
for the AP Public Pension Funds

**Re: Global Industry Standard on Tailings Management**

Dear Sirs,

On behalf of the Largo Resources Ltd. (the “Company” or “Largo”) Board of Directors, I acknowledge receipt of your e-mail and letter dated December 22nd, 2020.

Largo recognizes the importance of the work conducted by the Global Tailings Review and the ensuing successful publication of the first Global Industry Standard on Tailings Management (the “Standard”). The Company believes that this Standard will bring an integrated approach to tailings management which will enhance the safety of tailings facilities worldwide.

As a producer of high-quality vanadium, which is used to lower the carbon footprint and increase the economic efficiency of the entire steel value chain, as well as in long-duration renewable energy storage with vanadium electrolyte, Largo commits to risk management and sustainable practices throughout its organization.

Largo’s Maracás Menchen Mine in Bahia, Brazil is relatively new and consequently, benefits from updated technologies and research associated with the production of vanadium. Tailings pond facilities located at the mine site are designed for safety and are built in basins created using readily available waste rock generated from the open pit mining. This results in the width of the associated basins being large and the ponds being shallow, with extremely stable slopes. The design and project were based on extensive geotechnical investigations and the construction conformed with best-in-class engineering practices. The ponds are lined with two layers of geotextiles, providing excellent impermeability, preventing water infiltration, soil contamination and acid drainage.



According to the Brazilian National Mining Agency (“ANM”) classification, Largo’s tailings ponds are assessed as having medium potential consequences of failure. Largo complies with all Brazilian legislation on tailings management, including inspections ranging in periodicity from daily to annual. Bi-weekly inspection reports are uploaded to the ANM portal, and every 6 months all inspection and instruments monitoring records are reviewed by an independent consulting company. Every year the ANM conducts their own inspection of the facilities.

While the Company already follows most of the technical requirements of the Standard through the extensive Brazilian legal requirements, the Company recognizes the benefits that its adoption will bring, with the addition of a dimension of governance, clear responsibilities and systemic management to the Company’s current procedures.

Largo’s Maracás Menchen Mine will be operating in conformance with the Standard by August 2025 at the latest. The Company will publish this confirmation on the Company’s website and share with the International Tailings Data Portal by email when completed.

Largo is committed to the highest levels of risk prevention and mitigation in all aspects of the Company’s operations and looks forward to the adoption of the Standard.

Sincerely,

A handwritten signature in blue ink, appearing to read "Paulo Misk".

**Paulo Misk**

President and Chief Executive Officer  
Largo Resources Ltd.  
416.861.9797