



Nominating and Corporate Governance Committee Charter

The purpose of this charter (the “**Charter**”) is to describe the primary duties and responsibilities of the Nominating and Corporate Governance Committee (the “**Committee**”) of the board of directors (the “**Board**”) of The Lion Electric Company (the “**Company**”), as well as some of the policies and procedures that apply to the Committee in discharging its duties and responsibilities.

Certain aspects of the composition and organization of the Committee are prescribed and/or governed by the constating documents of the Company, applicable securities laws and regulations (including stock exchange rules) and applicable agreements, including the nomination rights agreement dated May 6, 2021 (the “**Nomination Rights Agreement**”).

Purpose

The purpose of the Committee is to assist the Board in fulfilling its responsibilities as they relate to the director nomination process and the development and implementation of sound corporate governance practices.

Composition and qualifications

The members of the Committee, including the member to be acting as Chair, shall be appointed by the Board in accordance with any agreement among shareholders of the Company and the Company, including the Nominations Rights Agreement, and applicable securities laws and regulations (including stock exchange rules). The Committee shall be comprised of such number of directors, in no event less than three, as the Board may from time to time by resolution determine. Committee members may be removed by the Board in its discretion.

The Chair and each member of the Committee shall serve until his or her successor is duly appointed by the Board, or until his or her earlier death, resignation or removal by the Board. Resignation or removal of a Committee member from the Board for any reason shall automatically constitute resignation or removal, as applicable, from the Committee. Vacancies occurring on the Committee shall be filled by the Board.

At all times, (i) at least a majority of the members of the Committee shall meet the “independence” requirements of applicable laws and regulations (including National Instrument 52-110 – *Audit Committees*), including any applicable rules of a stock exchange on which the common shares of the Company are listed, and (ii) all members of the Committee shall meet any other qualifications determined by the Board from time to time.

Meetings

The Chair, in consultation with the other members of the Committee, shall determine the schedule and frequency of meetings of the Committee. Meetings of the Committee shall be held at such times and places as the Chair may determine. To the extent possible, advance notice of each meeting will be given to each member unless all members are present and waive notice, or if those absent waive notice before or after a meeting. Members may attend all meetings of the Committee either in person or by telephone, video or other electronic means.

The Committee shall hold regularly scheduled meetings and such special meetings as circumstances dictate. The Chair or any member of the Committee may call a special meeting of the Committee at any time by notifying the Company's corporate secretary, who will notify the members of the Committee.

A. Agenda and Notice

The Chair of the Committee shall establish the meeting dates of the Committee. To the extent possible, in advance of every regular meeting of the Committee, the Chair shall prepare and distribute, or cause to be prepared and distributed, to the members of the Committee and others as deemed appropriate by the Chair, an agenda of matters to be addressed at the meeting together with appropriate briefing materials. The Committee may require senior executives and other employees of the Company to produce such information and reports as the Committee may deem appropriate in order for it to fulfill its duties.

B. Holding and Recording Meetings

Committee meetings may be held in person, by videoconference or other electronic means or telephonically. Action may be taken by the Committee upon the affirmative vote of a majority of the members. The Committee shall keep written minutes of its meetings and submit such minutes to the Board promptly after each meeting. The Committee may also act by unanimous written consent and, when it does so, those actions will be filed in the minutes of the Committee.

C. Quorum

A majority of the members of the Committee shall constitute a quorum. Any actions taken by the Committee during any period in which one or more members fail for any reason to meet the membership requirements set forth under "Composition and Qualifications" above shall be nonetheless duly authorized actions of the Committee for all corporate purposes.

D. Sub-committees

Subject to applicable law, the Committee shall have the authority to delegate to any of its members, any sub-committees of the Committee or any other person any of the responsibilities of the full Committee.

Compensation

The compensation of Committee members shall be determined by the Board.

Responsibilities and powers of the committee

A. Director and Committee Member Nomination and Board Succession Planning

The Committee shall develop and recommend to the Board appropriate qualifications and criteria for the selection of Board and Committee members. When requested by the Board, the Committee shall consider and recommend for approval by the Board candidates qualified to be nominated for election as directors and to each of the Committees of the Board. The Committee shall also review, evaluate and consider the recommendation for nomination of incumbent directors for re-election to the Board. For such purposes, the Committee shall develop a succession plan for the Board, including maintaining a list of qualified candidates eligible for nomination as directors of the Company.

In making its recommendations, the Committee shall identify, evaluate and consider:

- a) the competencies and skills that the Committee considers to be necessary or beneficial for the Board;
- b) the competencies and skills that the Committee considers each existing director possesses;
- c) the competencies and skills each new nominee would bring to the Board;
- d) the diversity of candidates (abilities, experience, perspective, education, gender, background, race and national origin) particularly with respect to the representation of women on the Board; and
- e) whether each new nominee can devote sufficient time and resources to his or her duties as a Board member.

The Committee shall be responsible for assessing the independence of directors within the meaning of applicable securities laws and the rules of any stock exchange on which the Company's securities are listed, and for addressing any potential conflict of interest situations.

The Committee shall assist the Board with the review of the size and composition of the Board and its Committees, with a view to facilitating effective decision-making.

The Committee shall also have the authority to consider recommendations for Board nominees and proposals submitted by the Company's shareholders and to establish any policies, requirements, criteria and procedures, including policies and procedures to facilitate shareholder communications with the Board, to recommend to the Board appropriate action on any such proposal or recommendation and to make any disclosures required by applicable law in the course of exercising its authority.

B. Board Orientation and Education

The Committee shall assist in the orientation of newly elected or appointed directors, including in becoming acquainted with the nature and operations of the Company's business and its governance practices including an understanding of the role of the Board and its Committees, as well as the contribution individual directors are expected to make.

The Committee shall also ensure that the Company provides continuing education opportunities for all members of the Board, so that directors maintain or enhance their skills and abilities as directors and that their knowledge and understanding of the Company's business remains current.

C. Board and Committee Evaluation

The Committee will develop appropriate qualifications and criteria for the Board as a whole and for individual directors.

The Committee shall ensure that the Board, its Committees and each individual director are assessed on an annual basis regarding their effectiveness and contribution. An assessment will consider, in the case of the Board or a Board Committee, the Mandate and Charters of such bodies, respectively, and in the case of an individual director, any applicable position description, as well as the competencies and skills each individual director is expected to bring to the Board as established by the Committee. The Committee shall make recommendations to the Board in respect of areas of improvement as it deems appropriate on the basis of such assessments.

D. Corporate Governance

The Committee shall periodically review and make recommendations in respect of the Company's corporate governance principles and practices, associated disclosure and the Company's Code of Business Conduct and Ethics and other related corporate policies and practices, including the Company's policies and practices with respect to Environment, Social and Governance (ESG) matters. The Committee shall for such purpose periodically review with the assistance of counsel proposed, new or amended regulatory requirements or stock exchange rules relating to corporate governance. The Committee shall also assist the Board, as required, in interpreting and applying the Company's Code of Business Conduct and Ethics and other related corporate policies, and other related policies and guidelines.

The Committee shall assist the Board and the standing Committees of the Board in reviewing from time to time the Mandate of the Board, the Charters of the standing Committees and the position descriptions for the Chair of the Board, the Lead Director and the Chair of each Board Committee.

The Committee shall review, monitor and, where appropriate, provide recommendations to the Board on the Company's exposure to risks related to governance, ethics and the Company's material legal obligations under the responsibility of the Committee

E. Majority Voting Policy

The Committee shall consider resignations by directors submitted pursuant to the Company's Majority Voting Policy, and make recommendations to the Board as to whether or not to accept such resignations or to delay the acceptance of such resignations.

F. Other Responsibilities

The Committee shall perform such other duties with respect to Board and Committee member nominations, corporate governance and related matters as may be delegated from time to time by the Board or may be required by law or deemed appropriate by the Committee in order to discharge any of the foregoing. The Committee shall discharge its responsibilities, and shall assess the information provided to the Committee, in accordance with its business judgment. The Committee shall have the authority to conduct or authorize investigations into any matters within the scope of its responsibilities as it shall deem appropriate.

The Committee shall discharge its responsibilities, and shall assess the information provided by the Company's management and any external advisors, in accordance with its business judgment. Members are entitled to rely, absent knowledge to the contrary, on the integrity of the persons and organizations from whom they receive information, and on the accuracy and completeness of the information provided. Nothing in this Charter is intended or may be construed as imposing on any member of the Committee or the Board a standard of care or diligence that is in any way more onerous or extensive than the standard to which the directors are subject under applicable law. This Charter is not intended to change or interpret the constating documents of the Company or applicable law or stock exchange rule to which the Company is subject, and this Charter should be interpreted in a manner consistent with all such applicable laws and rules.

The Board may, from time to time, permit departures from the terms of this Charter, either prospectively or retrospectively. This Charter is not intended to give rise to civil liability on the part of the Company or its directors or officers to shareholders, security holders, customers, suppliers, competitors, employees or other persons, or to any other liability whatsoever on their part.

Committee administrative matters

A. Independent Advisors

The Committee shall have authority to engage, provide appropriate funding for and cause the Company to pay the compensation to obtain advice and assistance from outside legal and executive search firms or accounting and other advisors to carry out its responsibilities.

B. Access to Records and Personnel

The Committee shall have full access to any relevant records of the Company that it deems necessary to carry out its responsibilities. The Committee may request that any officer or other employee of the Company or any advisor to the Company meet with members of the Committee or its advisors, as it deems necessary to carry out its responsibilities.

C. Reports to Board of Directors

The Committee shall report periodically to the Board regarding Committee matters and/or the meetings of the Committee with such recommendations to the Board as the Committee deems appropriate.

D. Education and Orientation

Members of the Committee shall be provided with appropriate and timely training to enhance their understanding of industry governance practices, disclosure requirements and the governance practices applicable to the Company.

New Committee members shall be provided with an orientation program to educate them on the Company's business, their responsibilities and the Company's governance practices.

E. Review of This Charter

The Committee shall review and reassess annually the adequacy of this Committee Charter and recommend any proposed changes to the Board for approval.

The procedures outlined in this Charter are meant to serve as guidelines, and the Committee may adopt such different or additional procedures as it deems necessary from time to time.

F. Evaluation of Committee

The Committee is responsible for developing and conducting an annual self-assessment of its performance. The Committee shall report to the full Board on the results of its assessment each year and shall make any appropriate recommendations to further enhance the Committee's performance.