Lucid Advances Global Sustainability Vision, Announcing New Details for First Overseas Manufacturing Facility with Partners in Saudi Arabia

May 18, 2022

- *Lucid's new factory to bring advanced electric vehicle manufacturing to Saudi Arabia for the first time with a local capacity of 155,000 units*
- *New Saudi factory expected to address growing global demand for Lucid electric vehicles by increasing Lucid's global production capacity mid-decade to 500,000 EVs per year*
- *Helps catalyze the transformation of Saudi Arabia's economy through Saudi Vision 2030 and the Saudi Green Initiative*
- *Signing ceremony celebrates agreements estimated to provide financing and incentives to Lucid of up to $3.4 billion in aggregate over the next 15 years*
- *Government of Saudi Arabia reaffirms commitment to purchase up to 100,000 Lucid electric vehicles over a ten-year period*

RIYADH, Saudi Arabia, May 18, 2022 /PRNewswire/ -- Lucid Group, Inc. (NASDAQ: LCID), setting new standards with the longest-range, fastest-charging electric car on the market with the award-winning Lucid Air, today hosted a ceremonial signing event to mark the February 2022 agreements with the Ministry of Investment of Saudi Arabia ("MISA"), the Saudi Industrial Development Fund ("SIDF"), Emaar, The Economic City, at King Abdullah Economic City ("KAEC") and Gulf International Bank ("GIB") that sets the stage for the construction of AMP-2, a world-class Lucid production factory in Saudi Arabia with a capacity of 155,000 electric vehicles.



The agreements celebrated today are estimated to provide financing and incentives to Lucid up to $3.4 billion in aggregate over the next 15 years to build and operate a manufacturing facility in Saudi Arabia.

"This signing ceremony marks yet another step forward in the realization of Lucid's mission to inspire the adoption of sustainable energy, and I'm delighted this brand-new manufacturing facility will come to fruition here in Saudi Arabia," said **Peter Rawlinson, Lucid's CEO and CTO**. "I am truly delighted to partner with PIF, our signing partners, and the Government of Saudi Arabia in advancing our shared vision of global sustainability."

Rawlinson added: "We are thrilled to be supporting Saudi Arabia in achieving its sustainability goals and net-zero ambitions, as outlined in Saudi Vision 2030 and the Saudi Green Initiative, by taking steps to help diversify Saudi Arabia's economy through the establishment of manufacturing capacity in KAEC for up to 155,000 of Lucid's zero-emissions, electric vehicles per year."

Rawlinson was joined at the signing event by Sherry House, Lucid's CFO; Jonathan Butler, Lucid's General Counsel; Faisal Sultan, Lucid's Managing Director, Middle East; and senior representatives from the Ministry of Investments, Ministry of Industry and Mineral Resources, and PIF.

His Excellency Eng. Khalid Al-Falih, Minister of Investment of Saudi Arabia, said: "With today's signing ceremony, we are taking a major step towards Saudi Arabia's goal of diversifying its economy by creating a new manufacturing hub to spearhead the future of mobility for the Middle East region. Attracting a global leader in electric vehicles such as Lucid to open its first international manufacturing plant in Saudi Arabia reflects our commitment to creating long-term economic value in a sustainable, enduring, and globally integrated way. This project demonstrates the confidence investors have in Saudi Arabia's competitiveness, its ability to create opportunity, and serve global demand for a highly complex product such as electric vehicles."

His Excellency Bandar Alkhorayef, the Minister of Industry and Mineral Resources and Chairman of Saudi Industrial Development Fund (SIDF), stated that the automotive industry in the Kingdom is one of the important sectors supported by the National Industrial Strategy (NIS) since it is one of the complex industries that contribute to the development of supply chains for a wide range of products, noting that all entities of the industry ecosystem are working together to attract investments, including EVs, to the Kingdom. He added: "We look forward to working with Lucid and other leading companies, while continuing to build our global expertise."

Turqi Al-Nowaiser, PIF's Deputy Governor and Head of International Investments Division, said: "PIF partners with leading global innovators, like Lucid, to shape the economies of the future and drive the economic transformation of Saudi Arabia in line with Saudi Vision 2030."

At the event, Rawlinson participated in a panel focused on the benefits of Lucid bringing its innovative electric vehicle technology and advanced new

factory to Saudi Arabia.

Lucid reviewed multiple opportunities before selecting KAEC in Saudi Arabia, an area known for its livability and sustainability, as the optimal location for the second of its global network of electric vehicle manufacturing facilities. Lucid also officially designated the new Saudi Arabian plant "AMP-2" (Advanced Manufacturing Plant #2), indicating its position as the next cornerstone of Lucid's vertically integrated global production network. The factory is situated in KAEC's 'Industrial Valley,' close to King Abdullah Port along the main Red Sea trading corridor, an area which has handled more than a third of Saudi Arabia's Western Region container volumes. Lucid's Middle East regional headquarters in Riyadh has been operational since last year.

Commenting on the agreement, Mr. Cyril Piaia, CEO of Emaar The Economic City, master developer of KAEC, said: "With this momentous agreement, we welcome Lucid's first electric vehicle plant outside the US. KAEC and Saudi Arabia stand to reap considerable long-term benefits from the project, which is expected to produce 150,000 electric vehicles per year upon completion and create over 4,500 jobs in the city. The sustainable-mobility options the plant is set to provide, along with a marked uptick in employment opportunities, will bolster KAEC's reputation as the Kingdom's leading automotive hub and a vision-ready platform for investors everywhere. It also reflects our commitment towards the realization of the Kingdom's Vision 2030 goals for economic diversification and the development of promising new sectors."

Abdulaziz Al-Helaissi, Group CEO of GIB, commented: "GIB is proud to be a part of this important step to develop sustainable transportation in the Kingdom of Saudi Arabia and support the transition away from fossil fuels. This is a great opportunity for Lucid and for Saudi Arabia and captures the spirit of Vision 2030. GIB believes that green and sustainable finance can be a force for good and we are committed to a sustainable future."

"Lucid has set out to address global market demand for EVs, while also taking action to address climate change through inspiring sustainable transportation, and today's signing ceremony marks the beginning of this journey," said **Faisal Sultan, Lucid's Managing Director, Middle East**. "Alongside PIF, our partners at MISA, KAEC, and SIDF, and our customer at MOF, we have gained unique insight into the demand for electric vehicles and SUVs in Saudi Arabia and beyond, helping in our efforts to introduce the world's most advanced electric vehicles to exciting new markets."

At AMP-2, Lucid plans to establish operations initially for re-assembly of Lucid Air vehicle "kits" that are pre-manufactured at the company's U.S. AMP-1 facility in Casa Grande, Arizona, and, over time, for production of complete vehicles. Lucid expects construction of the plant to commence shortly, and at its peak, Lucid expects to manufacture up to 155,000 vehicles per year at the facility. Vehicles will be initially slated for the Saudi Arabian market, but Lucid plans to export finished vehicles to other global markets. In addition, Middle East regional deliveries of the Lucid Air are expected to begin later this year, supported from the Casa Grande factory.

In April 2022, the Ministry of Finance of the Government of Saudi Arabia ("MOF") entered into an agreement with Lucid to purchase at least 50,000 and potentially up to 100,000 Lucid vehicles over a ten-year period. The order quantity for the committed volume is expected to range from 1,000 to 2,000 vehicles annually and increase to between 4,000 and 7,000 vehicles annually by 2025. The purchase price of the vehicles will be based on Lucid's standard retail prices as previously disclosed. This commitment supports the government's drive to diversify the economy, provide thousands of local highly skilled job opportunities, and provide economic benefits to Saudi Arabia in line with Saudi Vision 2030.

About Lucid Group
Lucid's mission is to inspire the adoption of sustainable energy by creating advanced technologies and the most captivating luxury electric vehicles centered around the human experience. The company's first car, Lucid Air, is a state-of-the-art luxury sedan with a California-inspired design that features luxurious full-size interior space in a mid-size exterior footprint. Underpinned by race-proven battery technology and proprietary powertrains developed entirely in-house, Lucid Air was named the 2022 MotorTrend Car of the Year®. The Lucid Air Grand Touring features an official EPA estimated 516 miles of range or 1,050 horsepower. Deliveries of Lucid Air, which is produced at Lucid's new factory in Casa Grande, Arizona, are currently underway to U.S. customers.

Media Contact

International:

- *Lucid Motors: media@lucidmotors.com*

Regional:

- *Ibrahim Anabtawi, Brunswick Group: LucidKSA@brunswickgroup.com*

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