

Supplemental Disclosure Statement

LIG ASSETS, INC

A Nevada Corporation, Incorporated October 14, 2008

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Fiscal Year December 31

SIC Code(s) 6411, 1381, 1382

Supplemental Disclosure

For the Date Ending February 21, 2022

DISCLOSURE OF MATERIAL EVENT(S)

LIG Assets, Inc. (LIGA) has completed two agreements with ForeverBoard of California. The first item is a royalty agreement on the production of the current ForeverBoard Plant in Shafter California. The second is a binding MOU to create a new Nevada Limited Liability Company for the express purpose of expanding ForverBoard Plants in the United States and Canada.

ITEM 1 – ROYALTY AGREEMENT ON CURRENT FOREVERBOARD PLANT

In consideration for the total investment of \$585,675 USD, LIGA will receive a 4% royalty on the sales of ForverBoard produced at the Shafter CA facility. The Royalty agreement is capped at \$1,200,000 USD over a three-year period. Current customer negotiations suggest a high probability that the plant will be delivering truckload volumes of product over the next 12-16 weeks. It is estimated that at only 31% of capacity the plant will be cash flow positive.

The royalty agreement is part of a two-step process and will be converted to an equity position upon completion of Item 2 below. The royalty agreement provides a cash flow and yield ‘floor’ for LIGA.

ITEM 2 – BINDING AGREEMENT TO CREATE NEW LIMITED LIABILITY COMPANY FOR EXPANSION

LIGA and ForeverBoard of California have agreed to create a new Nevada Limited Liability company for the express purpose of expanding ForeverBoard Plants in the United States and Canada. The LLC is expected to be formed no later than April 30, 2022. LIGA will own 51% of the new ‘ForeverBoard Inc.’ The Shafter, CA plant will be transferred into the new LLC and LIGA will purchase the equity of the minority shareholder for \$1,500,000 USD. Due to the upside of new expansion plants the minority shareholder will participate in the future upside of the new ‘ForeverBoard, Inc.’ LIGA currently expects aid from the State of Indiana to help fund the new – and much larger – expansion plant. (see Management Discussion)

Management Commentary

(This discussion and analysis contains forward-looking statements)

After the sale of the Brentwood, TN land in August of 2021, LIGA was tasked with redeploying the capital (after debt reduction) into profitable and growing lines of business. Since current management took over the company, this was intended to be the burgeoning ‘sustainable’ housing market. While LIGA does not intend to abandon this market, the company identified a related line of business which satisfied the ‘green’ focus on sustainable residential and commercial structures. More importantly, it does not require conventional builders to dramatically change their construction methods and procurement procedures. This product is ForeverBoard, a Magnesium Oxide ‘drop in’ replacement for conventional Gypsum and OSB Drywall.

The drywall market is a roughly \$60 billion USD value of which the ‘green’ portion is growing rapidly. As is typical of new technologies cost is major factor in widespread adoption. ForeverBoard has dramatic advantages over conventional drywall solutions. However, the cost is now extremely competitive with gypsum and OSD. Therefore, LIGA intends to aggressively move into this market through its affiliation with ForeverBoard.

The ForeverBoard Royalty agreement is the first step in the endeavor and is intended to provide an investment yield ‘floor’ to LIGA. Upon completion of the to be formed ForeverBoard holding company (“Hold Co), the royalty agreement will be converted to equity in Hold Co. LIGA will own 51% of Hold Co.. The new Hold Co will have substantial ownership of the current Shafter, CA plant and has committed to buying a minority investors equity position in the Shafter plant for \$1,500,000 USD. This valuation is based upon equity investments made to date. The Minority investor will participate in the upside of the Hold Co as compensation for the advantageous buyout price. All expansion plants will be completed as wholly owned subsidiaries of Hold Co.

LIGA is in the process of filing a lawsuit to cancel the 2016 restructuring stock issuance which we anticipate will cancel 160mm shares. Three of the parties involved have already agreed to voluntarily return their shares. If successful at least 100mm shares will be used to support the acquisition of the minority interest of the Shafter, CA plant. However, the strong interest reported from distributors as well as future purchase orders will also make debt financing a viable option. The LIGA share recoupment will allow LIGA to the use of the returned shares for investments in new ventures, including but not limited to ForeverBoard. The planned S-1 Registration statement for BGTV Direct will add a third potential option.

The first planned ForeverBoard expansion plant will be in Northern Indiana and will have four to five times the capacity of the Shafter, CA plant. Indiana is an excellent location as a central distribution hub with access to a population base of over 35 Million within a four hour radius. President Marvin Baker has been meeting with State of Indiana officials who are willing to provide a comprehensive incentive package for the plant expansion. Trine University in Angola IN has also indicated that they are interested in providing Research and Development grants for new product lines which will integrate Foreverboard (e.g.; Exterior siding, laminate replacements etc.). LIGA feels it is highly probable that Hold Co will qualify and receive financial incentives which will reduce the initial capitalization for the Indiana Plant. We anticipate that the expansion plant will be financed with a combination of equity and debt under a typical structured project finance scenario. The remainder of the equity capital required for the expansion plant may possibly be secured through issuance of Regulation ‘A’ stock in the new Hold Co. – therefore, it would not dilute current LIGA stockholders. This method of financing would be pursued with the objective of taking Hold Co public.

The Shafter CA plant at 75% capacity on a single shift is projected to have roughly \$12 million USD in sales and EBITDA of \$3 million USD at current pricing and expected sales mix. The planned Indiana plant should have similar margins.

Issuer Certification

Principal Executive Officer:

The issuer shall include certifications by the chief executive officer and chief financial officer of the issuer (or any other persons with different titles but having the same responsibilities).

I, Dakota Forgione certify that:

1. I have reviewed this Supplemental Disclosure of LIG Assets Inc. as of February 21, 2022;
2. Based on my knowledge, this disclosure statement does not contain any untrue statement of a material fact or omit to state a material fact.

February 21, 2022

/s/ Dakota Forgione

Principal Financial Officer:

I, Douglas Vaughn certify that:

1. I have reviewed this Supplemental Disclosure February 21, 2022;
2. Based on my knowledge, this disclosure statement does not contain any untrue statement of a material fact or omit to state a material fact.

February 21, 2021

/s/ Douglas Vaughn