

WATER STEWARDHIP POLICY

1.0 OBJECTIVE

This Water Stewardship Policy Statement is to ensure the full practice of the Sustainable Development Policy. It aims to provide implementing guidelines on how the Company addresses the proper water management and conservation and its impacts in the areas and communities where the mine operates.

2.0 WATER STEWARDSHIP POLICY STATEMENT

Carmen Copper Corporation (CCC) envisions to be a steward for responsible and sustainable mining practices and mineral development in the country. To realize this, CCC shall further develop a water management plan that is consistent with best developed industry standards and adherent to the Company's material business needs, incorporating both mitigation and adaptation in its approach.

3.0 OUR COMMITMENT and INITIATIVES

CCC shall develop a Water Stewardship Policy that stipulates its approach to best developed practices in water management aligned to the Commitments in this policy.

Water is vital to business and community development. It is the central source of our milling and processing operations and necessary to support the domestic and industrial water usages in the mine. Ensuring good quality and sufficient quantity of safe water as well as access to clean water and sanitation are essential to the health of internal and external stakeholders, the ecosystems and vital for sustaining communities and supporting socio-economic growth.

1. Alignment with Global Frameworks

CCC supports global frameworks in developing a holistic approach to water stewardship and management, this includes the Towards Sustainable Mining (TSM), ISO 14001 on Environmental Management System (EMS), ISO 45001 on Integrated Management Systems (IMS), Occupational Safety and Health Standards (OSHS), Environment Social and Governance (ESG) Framework, and the International Sustainability Standards Board IFRS S2 focused on climate risks and opportunities, appreciating the non-prescriptive nature of the frameworks. CCC shall do its share in maintaining and preserving the water balance within the areas it operate, mindful of its impact to the needs of its host and neighboring communities.

2. Mitigation of Impacts

CCC shall continue to employ strategies and actions toward internationally accepted principles in water management and conservation programs; ensuring proper treatment of waste water in accordance with regulatory standards; maintaining existing water balance within the areas it operates; carrying out regular water quality monitoring of water bodies located within and surrounding the mine in accordance with prescribed standards; and ensuring continued access to domestic and industrial water for use by the mine and its local communities, helping improve access to water for other purposes where necessary and beneficial. CCC shall continue to use a science-based approach to understanding and addressing the unique physical and transition risks associated with the operations.

3. Adaptation for Resiliency

CCC gives critical importance to water management as an important facet in its business operations with due importance to its impacts to the environment. To ensure business resiliency, CCC shall continue to utilize scenario analysis for the creation of Water Management Plans incorporated in the Business Continuity Plans.

4. Promote Transparency in Water Management

CCC shall ensure timely and regular filing of well-balanced reportorial submissions following prescribed rules and regulations and employ use of readily verifiable and accessible data and information on water management; invest in technologies that support advancement in water management and conservation.

This Policy is part of **CCC Sustainable Development Policy** that shall be regularly reviewed and updated as necessary.


**The Board of Directors of Carmen Copper Corporation acting through its
 Chairman, Frederic C. DyBuncio**

Carmen Copper Corporation	Department: Corporate
ESHMS Doc No. GP-ENV-002_ Date of Issue: 28/05/2024	Document Author:
Document Owner: Christopher John W. Salcedo	Final Approval: Frederic C. DyBuncio
Version No. 1.0	Date of Next Review: 27 / 11 / 24
Document Title: GP-ENV-002_: Water Stewardship Policy	