



SUSTAINABILITY REPORT 2023



SILVER MOUNTAIN RESOURCES INC.



Dear Shareholders,

We at Silver Mountain Resources Inc. are deeply committed to maintaining transparent and collaborative relationships with all our stakeholders. Over the past year, we have made significant strides in ensuring that our operations at the Reliquias Mine align with sustainable development, environmental stewardship, and community growth.

As part of our commitment, we have invested in cutting-edge technologies to reduce environmental impact and enhance operational efficiency. Our rigorous environmental monitoring and management programs help us meet and exceed industry standards, ensuring that we protect the ecosystems surrounding our mining activities.

We are also focused on fostering strong relationships with local communities. Our engagement with the communities of Sallcca Santa Ana and Castrovirreyna has led to mutually beneficial agreements and development projects that contribute to social and economic well-being. These collaborations are vital to the long-term success of our operations and the prosperity of the communities involved.

Furthermore, we continue to uphold stringent safety standards across all our operations. Our commitment to occupational health and safety has resulted in zero fatalities or serious accidents, highlighting the effectiveness of our proactive measures and safety culture.

Looking ahead, we are excited to expand our efforts in responsible mining practices and further our contribution to local communities. Your continued support and engagement are critical to our shared success.

Thank you for being a part of our journey towards a sustainable future.

Yours sincerely,

Luis Alvaro Espinoza Vargas
Chief Executive Officer
Silver Mountain Resources Inc.

An aerial photograph of a rugged, mountainous landscape. The terrain is characterized by steep, rocky slopes and a central valley. In the foreground, a dirt road winds through the valley. To the left, there is a water treatment facility with several rectangular basins. In the middle ground, a small settlement with several buildings is visible. The background features high, jagged mountain peaks under a clear sky.

1 WHO WE ARE

1.1. History

The mining district of Castrovirreyna boasts a rich history of silver production dating back to colonial times. The city of Castrovirreyna was founded in 1592, driven by the influx of miners who brought silver to the city for processing.

In **1942**, Compañía Minera Castrovirreyna (CMC) was established with the primary objective of operating the Reliquias and Caudalosa Grande mines. By July **1980**, the "Jose Picasso Perata" processing plant was authorized to commence operations with an installed capacity of 500 tons per day, marking a significant milestone in the Company's development. However, due to a sharp decline in silver prices and other economic factors, operations at the Reliquias Mine were suspended in **1992**.

In **2004**, CMC embarked on a comprehensive rehabilitation project for the underground Reliquias Mine. This involved reopening historical workings along its principal veins, including Sacasipuedes, Maticaballo, Mete y Saca, and Perseguida Oeste, at levels 440, 480, 520, and 560. These efforts were aimed at exploration through diamond drilling and continued mine workings along the veins. In **2009**, large-scale mining operations employing sub-level stoping techniques were implemented, further enhancing the mine's productivity.

In **2010**, approval was granted for the restart and expansion of the installed capacity of the José Picasso Perata Mill, increasing it from 550 to 2,000 dry metric tonnes per day. This expansion underscored the CMC's commitment to enhancing its processing capabilities. However, the significant drop in silver prices in **2015** led to a reduction in mining production at the Reliquias Mine.

On April 4, **2017**, operations at the Reliquias Mining Unit and the José Picasso Perata Mill were halted due to insolvency and liquidation.

In June **2018**, Sociedad Minera Reliquias S.A.C. acquired the assets of the Reliquias Mining Unit, including mining concessions and infrastructure, through a direct agreement with Trafigura. This acquisition marked the beginning of a new chapter for the Reliquias Mining Unit.

In November **2022**, Sociedad Minera Reliquias acquired 100% ownership of the Lira de Plata project from Pan American Silver. This acquisition included the historic Lira de Plata mine and 14 mining concessions covering ten mineralized structures with strike lengths ranging from 100 meters to 575 meters, as documented by Lewis (1964). This strategic acquisition significantly bolstered our exploration and development portfolio.

Throughout our history, Silver Mountain Resources Inc. has demonstrated resilience and adaptability in the face of industry challenges. Our strategic acquisitions, rigorous rehabilitation efforts, and commitment to expanding our operational capacity underscore our dedication to becoming a leading producer of silver. We continue to build on our rich heritage, leveraging our extensive experience and robust infrastructure to drive future growth and value creation for our shareholders.

1.2. Our strategic approach

Vision

We aspire to be globally recognized as an intelligent and reliable Company, focused on elevating industry standards in silver production through responsible mining practices. Our aim is to maximize returns for our shareholders while enhancing long-term stakeholder value. By leveraging our expertise and innovative approaches, we seek to drive growth and establish a prominent presence in the silver mining sector in the Americas.

Mission

Our mission is to incorporate mining into a dynamic world as an opportunity for sustainable development. We are driven by the goal of becoming a premier silver mining exploration Company and a leading producer of silver. We are developing the Castrovirreyna Project through the utilization of cutting-edge technology and a steadfast commitment to Environmental, Social, and Governance (ESG) principles. We focus on minimizing environmental impact and creating significant social value, leaving a lasting positive legacy.

Strategic drivers

INNOVATION Employing the latest technological advancements to enhance efficiency and productivity.

SUSTAINABILITY Adhering to best practices that ensure minimal environmental disruption and promote long-term ecological balance.

RESPONSIBILITY Upholding stringent safety standards and fostering transparent and ethical business practices.

COMMUNITY ENGAGEMENT Building strong relationships with local communities and contributing to their socio-economic development.

VALUE CREATION: Delivering superior returns to our shareholders through strategic growth and operational excellence.

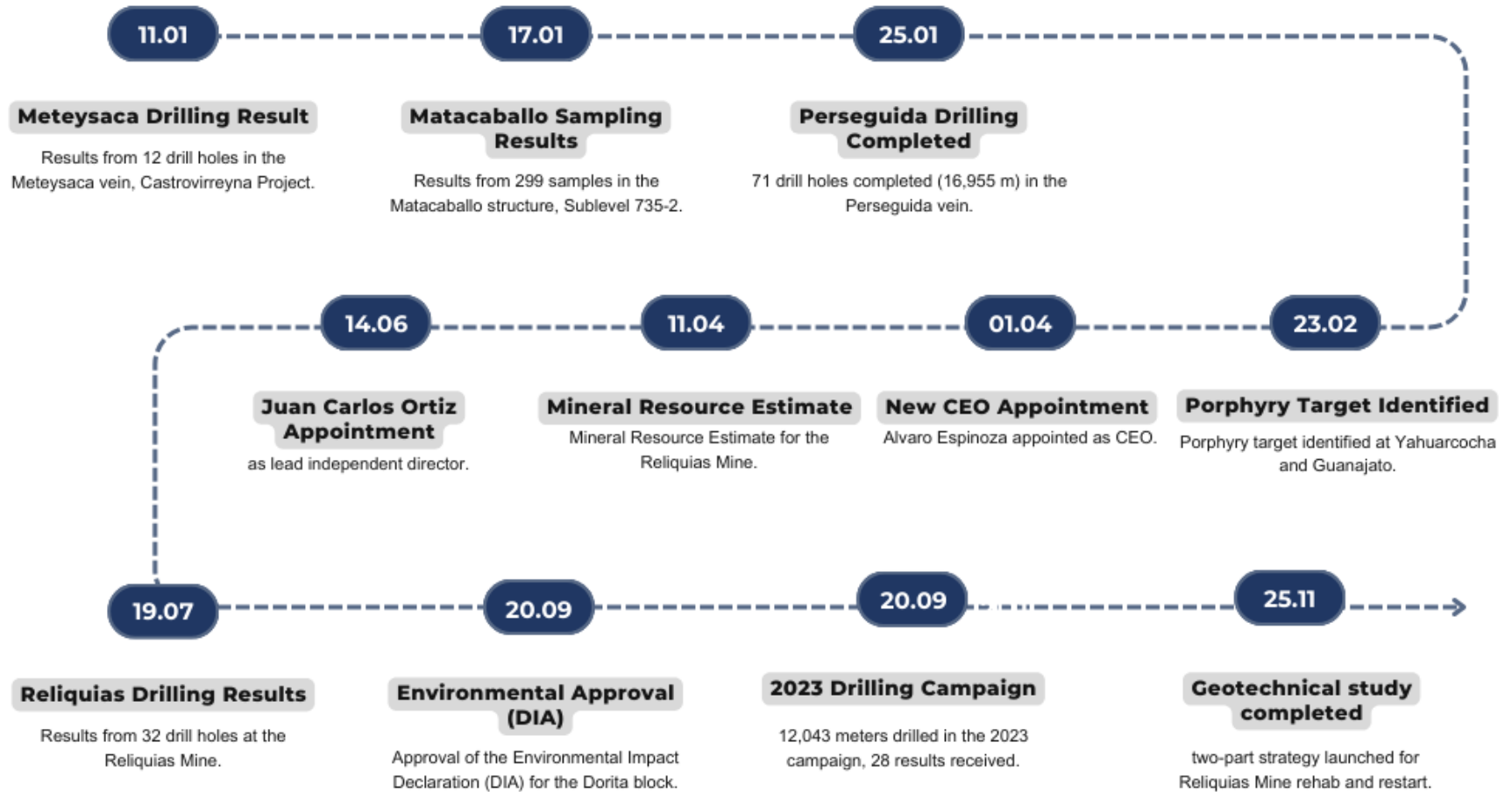
1.3. Mining Site Map



The Reliquias Project is strategically located in the Huancavelica region of Central Peru, encompassing three mineral concession blocks known for their extensive deposits of silver-rich polymetallic veins and gold-rich breccias. Despite its rich historical mining activity, the Castrovirreyna Project remains significantly underexplored, presenting a compelling opportunity for substantial mineral discovery and resource expansion.

Silver Mountain Resources Inc. (AgMR) is poised to revitalize operations at the Reliquias underground mine as part of its strategic initiative for this highly prospective silver camp. The project boasts essential infrastructure, including a 2,000 tonnes per day (tpd) processing plant designed to efficiently extract and process ore from the region. Additionally, AgMR operates an operational tailings dam with ample capacity to sustain operations for at least two years at maximum throughput.

1.4. 2023 in review



A landscape photograph of a mountain range with a dark blue overlay on the right side containing text. The mountains are brown and rocky, with some green patches at the base. The sky is blue with some clouds. The text is white and bold.

2

**PROTECTING
THE
ENVIRONMENT**

2.1. Environmental Commitments

At our core, we are dedicated to safeguarding the environment and ensuring that our mining operations have a minimal impact on the ecosystems where we operate. Our commitment goes beyond regulatory compliance; it involves a proactive approach to environmental stewardship. We have established comprehensive measures designed to prevent, minimize, and mitigate environmental impacts across all phases of our operations.

Our environmental strategies are informed by rigorous assessments and continuous improvement processes. We integrate best practices in environmental management to protect local flora and fauna, preserve water resources, and manage waste responsibly. This holistic approach ensures that we are not only compliant with current environmental regulations but also contributing positively to the sustainability of the areas in which we operate.

We recognize that environmental protection is a shared responsibility, and as such, we engage with local communities and stakeholders to align our efforts with their environmental concerns and aspirations. By fostering transparency and collaboration, we aim to build trust and ensure that our activities support long-term ecological balance.

2.2. Environmental Management Instruments

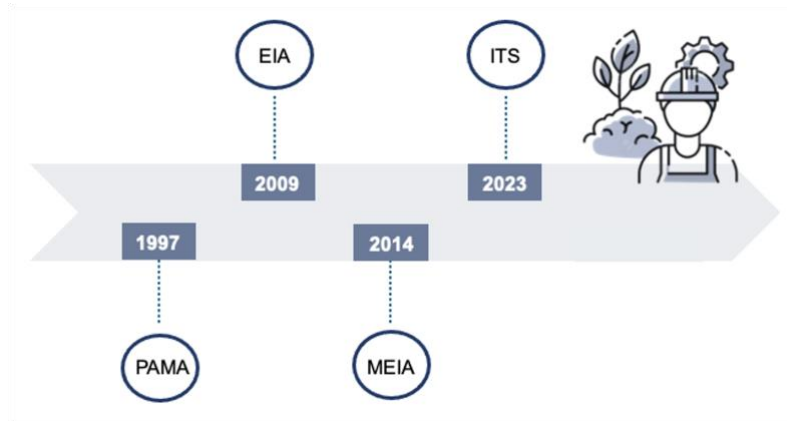
Our Environmental Management Instruments (IGAs) are fundamental to ensuring that our operations adhere to both legal and ethical environmental standards. These instruments are meticulously designed to guarantee that all aspects of our operations—from initial planning through to execution and closure—comply with relevant regulations and standards.

The IGAs serve as a comprehensive framework for sustainable practices, encompassing everything from environmental impact assessments and waste management strategies to resource conservation and emergency response plans. By implementing these instruments, we are able to effectively monitor and manage our environmental footprint, ensuring that any potential impacts are promptly addressed and mitigated.

Continuous monitoring is a cornerstone of our environmental management approach. We employ advanced technologies and methodologies to track environmental parameters and assess the effectiveness of our mitigation measures. This ongoing process allows us to make informed adjustments and improvements, enhancing our environmental performance and ensuring that we maintain a safe and healthy environment for all stakeholders.

Moreover, our commitment to sustainability is reflected in our ongoing efforts to refine and update our environmental management practices. By staying abreast of new developments and incorporating innovative solutions, we strive to exceed industry standards and lead by example in environmental stewardship.

“Currently, 5 Environmental Management Instruments (IGAs) have been approved, 1 is under evaluation, and 1 is in development”



Notes:

- **EIA** - Environmental Impact Statement
- **MEIA** - Environmental Impact Statement Modification
- **PAMA** - Environmental Management and Adjustment Program
- **ITS** - Supporting Technical Report

2.3. Environmental Monitoring and Surveillance

The Company has implemented a robust environmental monitoring program designed to rigorously assess and manage the condition of environmental components in accordance with established Environmental Quality Standards and Maximum Permissible Limits. This program is a cornerstone of our commitment to environmental stewardship and regulatory compliance.

Our monitoring efforts encompass a wide range of environmental factors, including air and water quality, soil conditions, and ecological impacts. By employing state-of-the-art technology and

methodologies, we ensure that all aspects of our operations are continuously evaluated against stringent environmental benchmarks. This proactive approach not only helps us maintain compliance with legal requirements but also supports our goal of minimizing our ecological footprint.

In addition to external regulatory compliance, we conduct thorough internal monitoring to assess the efficiency, effectiveness, and reliability of our operations. This includes regular audits and performance evaluations to ensure that our environmental management practices are functioning as intended and delivering the desired outcomes. Our internal monitoring processes are designed to identify potential risks early and implement corrective actions promptly, thereby enhancing operational resilience and sustainability.

By integrating these comprehensive monitoring and evaluation practices into our operational framework, we are able to maintain a high level of environmental performance and continuously improve our practices. This systematic approach underscores our dedication to responsible environmental management and reinforces our commitment to protecting the natural resources and communities affected by our activities.



Our environmental monitoring program is conducted on a quarterly basis by a laboratory accredited by the National Institute for the Defense of Competition and Protection of Intellectual Property (INACAL). This accredited laboratory is entrusted with the important task of sampling and analyzing environmental parameters based on the monitoring stations outlined in our Environmental Management Instruments (IGA), which include the Environmental Impact Assessment (EIA), the Environmental Monitoring and Impact Assessment (MEIA), and the Technical Safety Information (ITS).

The laboratory meticulously follows established protocols to ensure that each sample is collected and analyzed with precision. This thorough process allows us to monitor key environmental components such as air and water quality, soil conditions, and pollutant levels, ensuring that our operations remain within permissible limits and environmental quality standards.

Once the sampling and analysis are completed, the laboratory prepares detailed reports that capture the results of the environmental parameters tested. These reports are then submitted to the Environmental Evaluation and Oversight Agency (OEFA), which oversees regulatory compliance and ensures that our environmental practices align with established guidelines.

By adhering to this rigorous monitoring and reporting process, we not only meet our regulatory obligations but also demonstrate our commitment to environmental stewardship. Our proactive approach in working with accredited laboratories and submitting comprehensive reports to OEFA underscores our dedication to maintaining transparency and upholding the highest standards of environmental responsibility.

Environmental Monitoring	Number of Environmental Monitoring Stations			
	Quarters - 2023			
	Q1	Q2	Q3	Q4
Air Quality Monitoring	6	6	8	8
Soil Quality Monitoring	2	2	6	6
Effluent Monitoring	5	2	0	3
Ambient Noise Quality Monitoring	0	0	0	2
Surface Water Quality Monitoring	13	10	8	11
Hydrobiological Monitoring	2	11	7	2
Biological Monitoring	0	6	8	0
Total	28	37	37	32

2.4. Environmental Supervision

Environmental supervision is a cornerstone of our environmental management framework, integral to ensuring that our mining activities align with sustainability goals and regulatory requirements. This process involves rigorous oversight to verify that operations adhere to established environmental standards and practices, thus safeguarding the surrounding ecosystems.

2.5. Environmental Management Plan

Waste Management

At Silver Mountain Resources, effective waste management is a fundamental aspect of our commitment to environmental stewardship and sustainability. Our approach integrates best practices for both organic and non-recyclable waste to minimize our environmental impact and promote a circular economy.

For organic waste generated from our mining camps and dining facilities, we employ a comprehensive composting program. This process not only reduces the volume of waste sent to landfills but also converts organic materials into valuable compost. This compost is then utilized in green areas and rehabilitation projects, enhancing soil quality and supporting local vegetation. By closing the loop on organic waste, we contribute to a more sustainable environment and reduce our overall ecological footprint.

Our waste management strategy reflects our dedication to responsible resource use and environmental protection. By implementing these measures, we aim to not only comply with regulatory standards but also to advance our sustainability goals and foster positive environmental outcomes. Through continuous improvement and innovation in waste management practices, we are committed to achieving greater environmental sustainability and contributing to the overall well-being of the communities in which we operate.

Effective environmental supervision encompasses a range of activities designed to proactively manage and mitigate potential environmental impacts. It includes regular inspections, detailed assessments, and ongoing evaluations of mining operations to ensure they meet or exceed compliance criteria. This oversight helps in identifying potential issues early, allowing for timely interventions to address and rectify any deviations from environmental standards.

Moreover, environmental supervision is essential for maintaining transparency and accountability in our operations. By meticulously tracking and documenting environmental performance, we not only ensure regulatory compliance but also foster trust with stakeholders, including local communities, regulatory agencies, and investors. This process also supports continuous improvement by providing valuable insights that inform our environmental strategies and practices.

Our commitment to comprehensive environmental supervision reflects our dedication to minimizing our ecological footprint and promoting sustainable mining practices. Through diligent monitoring and proactive management, we aim to balance our operational objectives with environmental stewardship, contributing to the preservation of natural resources and the well-being of affected communities.





In managing non-recyclable waste, we utilize a state-of-the-art sanitary landfill designed with an HDPE geomembrane lining. This advanced containment system is crucial for protecting the surrounding soil and groundwater from potential leachates, which could otherwise pose environmental risks. The use of this lining ensures that any leachate generated is effectively contained and managed, thereby safeguarding local ecosystems and maintaining environmental integrity.

In managing hazardous waste, we adhere to strict protocols to ensure safety and environmental protection. Hazardous materials are initially stored in a designated Temporary Hazardous Industrial Waste Storage Facility (DRIP). This facility is specially designed to handle and contain hazardous substances securely until they can be properly disposed of.

For the final disposal of these hazardous materials, we engage a certified Solid Waste Operator Company (EO-RS). This specialized company is responsible for safely transporting and processing the hazardous waste in accordance with regulatory requirements and industry best practices. Their expertise ensures that hazardous materials are handled in a manner that minimizes risks to both human health and the environment.

By maintaining rigorous standards for the storage and disposal of hazardous waste, we are committed to upholding our responsibility for environmental stewardship and public safety. Our approach not only complies with legal obligations but also reflects our broader commitment to sustainable and responsible waste management practices.

We implement a systematic approach to general waste segregation based on the color code specified by the NTP 0900.58.2019 standard. This practice ensures the correct separation of various types of waste, including paper and cardboard, non-recyclable materials, glass, metals, plastics, hazardous substances, and organic waste.

The segregation process is meticulously carried out at our operations, including Reliquias and Caudalosa Grande. Each waste type is sorted into designated containers marked with specific colors to facilitate efficient recycling and proper disposal. This structured method not only supports effective waste management but also promotes recycling and reduces environmental impact by ensuring that each waste stream is handled appropriately.

By adhering to these standardized practices, we enhance the efficiency of our waste management system, contribute to environmental sustainability, and align with regulatory and best practice guidelines. This approach underscores our commitment to responsible resource management and environmental stewardship.

Generation of solid waste at Caudalosa Grande and Reliquias	
Organic	59%
Non-recyclable	25%
Paper and cardboard	6%
Hazardous	5%
Metals	4%
Plastics	1%
Glass	0%

44.65 tons of waste were segregated in 2023

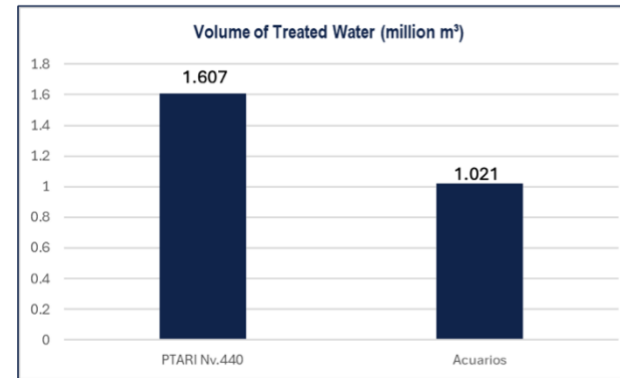
26.37 tons of organic waste generated in 2023

Treatment of Domestic and Industrial Wastewater

Ensuring access to safe and clean water remains a central priority for us. In 2022, we established a state-of-the-art Drinking Water Treatment Plant (DWTP) to address this critical need. As of 2023, this facility continues to operate effectively, providing reliable access to safe drinking water for all stakeholders involved. This plant represents our ongoing commitment to public health and environmental stewardship.

In parallel, we manage two dedicated Industrial Wastewater Treatment Plants designed specifically to handle mining effluents. These facilities are instrumental in processing wastewater from our operations, ensuring that we meet stringent environmental regulations. By treating industrial wastewater before its release, we significantly contribute to environmental protection and safeguard the health and well-being of the surrounding communities.

Together, these initiatives underscore our commitment to responsible resource management and our proactive approach to minimizing environmental impact. We remain dedicated to continuously improving our systems and practices to ensure sustainability and compliance with the highest standards of environmental care.



2.629 million m³ of treated water

Management of Non-Contact Water

Effective management of non-contact water is a critical aspect of our mining operations. Non-contact water, which includes runoff and water from various natural bodies, must be carefully managed to prevent potential environmental impacts.

To address this, we implement comprehensive management strategies that focus on maintaining and optimizing water channels and infrastructure. Regular upkeep of these channels ensures their efficiency and extends their lifespan, which is crucial for preventing issues related to infrastructure deterioration.

By proactively managing non-contact water, we aim to minimize any adverse effects on the environment, ensuring that our operations remain sustainable and compliant with environmental standards. Our approach reflects our commitment to maintaining high standards of environmental stewardship and operational integrity.

Contact water

Effective management of contact water is a fundamental component of our environmental stewardship. Contact water, which may contain potentially harmful substances, requires meticulous handling to mitigate environmental and health risks.

Our approach involves implementing stringent regulations and preventive measures to manage these waters responsibly. By doing so, we aim to minimize potential hazards, safeguard both the environment and human health, and uphold the sustainability of our operations over the long term.

This commitment to responsible contact water management underscores our dedication to maintaining high environmental standards and ensuring that our mining activities are conducted in a manner that promotes both ecological balance and community well-being.

Remediation and Management of Green Areas

In 2023, the Company has significantly advanced its commitment to environmental stewardship and sustainability. We have implemented thorough remediation plans designed to address and rehabilitate areas impacted by our operations, ensuring that any environmental effects are effectively managed and mitigated. These initiatives underscore our dedication to environmental protection and reflect our responsibility to the communities in which we operate. Through these proactive measures, we are committed to supporting sustainable development, improving ecosystem health, and fostering positive relationships with local stakeholders.



3 ENSURING HEALTH AND SAFETY

3.1. Occupational Health and Safety Management

In our operations, prioritizing safety and health is paramount. We are dedicated to creating and maintaining a work environment that prioritizes the well-being of our employees, striving to prevent accidents, injuries, and illnesses through the rigorous application of policies, programs, and safety standards. Our approach includes implementing comprehensive Safe Work Procedures (SWPs) and adhering to best safety practices designed to minimize risks in both underground and surface operations.

Throughout 2023, our commitment to safety yielded significant results: there were no fatal or incapacitating accidents reported, and we achieved a frequency, severity, and accident rate of zero. This exemplary performance is the result of various proactive measures, including the enforcement of safety standards, execution of SWPs, regular safety drills, and continuous monitoring to ensure corrective actions are effectively implemented.

Moreover, our safety management system was further strengthened by identifying 14 critical risks associated with our current and future operations. This proactive risk assessment enabled us to establish and refine standards and controls aimed at minimizing the likelihood of accidents related to these risks. By involving supervision in the safety management process and demanding high performance standards, we aim to sustain and enhance our safety culture, ensuring a secure and healthy working environment for all our employees.

N°	Indicators	Cumulative 2023
1	Total Number of Workers (Average)	184
2	Man-Hours Worked	417,676.14
3	Incidents	0
4	Dangerous Incidents	0
5	Minor Accidents	0
6	Incapacitating Accidents	0
7	Fatal Accidents	0
8	Accidents with Property Damage	0
9	Lost Days	0



4 SERVING OUR
COMMUNITIES

4.1. SOCIAL AND LEGAL MANAGEMENT

Commitment to Communities

Our dedication to the advancement of the communities surrounding the Castrovirreyna Project reflects our deep commitment to fostering positive relationships and contributing to local development. The mine operates on surface lands belonging to two rural communities: Sallica Santa Ana, which is situated in the Districts of Santa Ana and Castrovirreyna, within the Province of Castrovirreyna, Department of Huancavelica. These communities are characterized by concentrated populations residing in various villages and annexes.

Our engagement with these communities is more than just a commitment; it is an integral part of our operational philosophy. We actively collaborate with local stakeholders to support their socio-economic growth, enhance their quality of life, and ensure that our mining activities align with their needs and aspirations. Through targeted development projects, community programs, and regular dialogue, we strive to make a meaningful impact and build sustainable relationships that benefit both the local population and our operations.

According to the latest census by the National Institute of Statistics and Informatics (INEI), the Province of Castrovirreyna has a population of 13,982 residents. This data provides a clear snapshot of the local demographic, which is essential for effective community engagement and planning.

Community	Ambit/Villages impacted
Sallica Santa Ana	Direct influence: Caudalosa Grande, San Genaro, and Santa Rosa. Indirect influence: Santa Ana, La Libertad, and Pucapampa.
Castrovirreyna	Direct influence: Pacococho. Indirect influence: Castrovirreyna, Cabracancha, Cocha, Pucacancha, Cruzpata, and Recio.

Our goal is to be a leading example in local development by adopting a territorial approach that fosters sustainable and inclusive growth. We are dedicated to collaborating closely with the communities we impact, striving to bridge socioeconomic gaps and enhance quality of life. By focusing on employment opportunities, training, development projects, and infrastructure improvements, we aim to create a harmonious environment where all stakeholders contribute to a productive and sustainable future.

Working Approach

During 2023, our strategic emphasis has been on rebuilding and strengthening relationships with the communities we impact. This effort aims to restore and build trust, fostering a collaborative atmosphere. Our approach involves actively engaging with community stakeholders to understand their needs and concerns, which is essential for negotiating and finalizing Surface Land Use Agreements for the areas where our company holds concessions. This proactive engagement is crucial for ensuring that agreements are mutually beneficial and aligned with both community interests and our operational requirements. By focusing on these relationships, we seek to create a solid foundation for long-term cooperation and sustainable development.

Community of Castrovirreyna

The Company has successfully maintained smooth and amicable coordination with the board of directors of the Community of

Castrovirreyna, including its seven annexes. This positive relationship has facilitated the successful finalization of the Usufruct Agreement, demonstrating the community’s strong organizational structure and institutional capacity.

The Community of Castrovirreyna is characterized by its well-organized leadership and effective governance. The main community leaders have demonstrated a commendable ability to collaborate with the presidents of the annexes, ensuring that communication regarding the agreements is effectively relayed to all community members. This collaborative approach has been pivotal in fostering mutual understanding and facilitating the progress of agreements.

Through these coordinated efforts, several key activities have been successfully executed in collaboration with the annexes, contributing to the overall development and strengthening of community relations. Below is a summary of these significant activities and their outcomes:

Area	Degree of social influence	Ambits	Criteria
Area 2: Castrovirreyna	Direct	Pacocochoa	<ul style="list-style-type: none"> Coordination with the board for the of mapping, topography, prospecting, and other works on their lands. Informative workshop on the development of the community development plan. Participation in community assemblies to provide updates on the project and address environmental liabilities. Assistance with heavy machinery for the repair of the drinking water system and donation of pipes for the replacement of the drainage system. Technical review of computer equipment and computer training for children, youth, and adults within the premises of the Pacocochoa Community House, led by personnel from the Social Management department. Donation of football uniforms and provisions. Christmas campaign in support of community members and children.
	Indirect	Castrovirreyna, Cabracancha, Cocha, Pucacancha, Cruzpata, and Recio.	<ul style="list-style-type: none"> Participation in various cultural and sports activities held in the annexes. Donation of roofing sheets for the Pucacancha annex for communal roofing. Regular relationship-building visits to authorities and residents. Informational workshops in each annex regarding the development of the community development plan. Territorial tours to identify socio- economic gaps. Christmas campaign in support of community members and children.

Community of Sallcca Santa Ana

Currently, the Community of Sallcca Santa Ana is one of our stakeholders in the region. As part of our strategy with stakeholders, we have been working on the Community Development Plan (CDP), which aims to identify and review socioeconomic and infrastructure needs within the territory.

Our goal is to strengthen our partnership with all our stakeholders by aligning our efforts with their development priorities and securing mutually beneficial agreements.

Area	Degree of social influence	Ambits
Area 1: Sallcca Santa Ana	Direct	San Genaro
	Direct	Caudalosa Grande
	Direct	Santa Rosa
	Indirect	Santa Ana
	Indirect	La Libertad Pucapampa

Relationship with Other Stakeholders

Santa Ana District Municipality

- Training for the technical team of the Municipality in improving public management, budgetary programs, and budget execution.
- Proposal for the signing of a Memorandum of Understanding to promote joint projects for the benefit of the Sallca Santa Ana community. The Memorandum is currently under review by the Municipality for signing.
- Monthly participation as members of the Local Coordination Committee, organized by the district municipality of Santa Ana.

- Support from the Municipality in disseminating job announcements from the Company.
- Joint participation in a Multisectoral Campaign against anemia and chronic child malnutrition.

Educational Institution

- Coordination with directors of different educational institutions in the district regarding social support and donations.
- Electrical repairs in the facilities of the primary school in Caudalosa Grande.
- Implementation of the first Vocational Guidance Talk Program.
- Donation of sports equipment and articles to various institutions.

Provincial Municipality of Castrovirreyña

- We seek to coordinate with technical team from the Municipality with the consultant's staff to improve Public Management, Budgetary Programs, and Budget Execution.
- To contribute to the Municipal Christmas campaign, it's a goal to donate toys and other items or products for these events.
- Signing commitments to promote projects in favor of communities.

Regional Government of Huancavelica

- Working meetings with different specialist for the advancement of community development plans for the communities.

- Meeting to agree on bilateral technical collaboration and enhance actual situation.

Ministry of Energy and Mines

- Protocol meetings to inform about the Company's situation.
- Obtain expert opinions on the planned work to be carried out in the short, medium and long term.

The Company actively seeks to engage with various institutions, particularly those at municipal, regional, and national levels, to coordinate and execute projects that deliver tangible benefits to our areas of influence. This strategic approach facilitates joint management efforts with government bodies and international cooperation agencies, enhancing our ability to attract essential resources and support to the region.

By working collaboratively with these institutions, we can effectively prioritize and implement projects outlined in the Community Development Plans, ensuring they address genuine local needs and demands. This partnership approach not only aligns with our commitment to addressing immediate community requirements but also fosters long-term, sustainable development.

The Company is dedicated to leaving a meaningful legacy by contributing to the enduring growth and prosperity of the communities in which we operate. We believe that empowering a community to utilize its resources effectively and address its challenges is key to achieving sustained progress. Our goal is to support and facilitate the development of communities so they can thrive and continue to advance even after our direct involvement has concluded.

Environmental and Legal Agreements

In our commitment to environmental stewardship, the Company has developed and implemented comprehensive environmental management tools that align with both general and specific mining sector regulations. These tools are designed to ensure rigorous adherence to environmental standards, the protection of biodiversity, and the preservation of cultural heritage. Our approach reflects a dedication to not only meeting but exceeding regulatory requirements to safeguard the environment and enhance the sustainability of our operations.

Additionally, the Company has cultivated and sustained positive relationships with communities influenced by our projects. A significant milestone was achieved with the formalization of a usufruct agreement with the Community of Castrovirreyna, covering the land on which our concessions are situated. This agreement underscores our commitment to working collaboratively with local stakeholders and reinforces our dedication to respecting community rights while advancing our projects.



Participation in various activities carried out in the communities within our area of influence.



Participation in activities held and distribution of gifts for Elderly Day in the Santa Ana District.



Signing of the Framework Agreement for Interinstitutional Cooperation between the Company and the Provincial Municipality of Castrovirreyna



Carrying out exploration, mapping, prospecting, and other activities.



Conducting Psychopedagogical Workshops at various Educational Institutions.



Community engagement with members of the various rural communities in our area of influence.



Approval Assembly for the signing of the Usufruct and Social Contribution Agreement between Community of Castrovirreyna and the company



Participatory Monitoring, with the presence of the Environmental Monitoring Committee from the Caudalosa Grande annex.



SILVER MOUNTAIN RESOURCES INC.

Silver Mountain Resources publishes an annual sustainability report, providing updates on the safety, environmental and social issues that are of greatest interest to communities near our operations, our employees, our investors and other stakeholders. Detailed information regarding our nature of ownership, legal form and financial and operational results for the reporting period can be found in our Annual Information Form (AIF), and other disclosure documents available on the Company's website are accessible under the Company's profile on the System for Electronic Document Analysis and Retrieval (SEDAR) at www.sedarplus.ca.

www.agmr.ca

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