



ENERGY POLICY **(December 2022)**

I. Purpose

Copper Mountain Mining Corporation and all of its subsidiaries (the “**Company**”) strive to be a leader in Energy Management. Our mission is “*Powering a Sustainable Future*” with the safe and responsible production of copper to support the low carbon economy.

Throughout our mining and plant operations, and mobile equipment fleet, we work continuously to achieve a culture of energy conservation and energy awareness, in accordance with our *Environmental Policy*, which makes a commitment to “optimize and continuously improve the efficient use of resources and ensure the conservation and reasonable consumption of natural resources and consumer goods such as energy”, and applicable laws and regulations. Mining is energy consumption intensive in every step of the process, from blasting, hauling, crushing, grinding, and production of a copper concentrate. Energy also represents the largest cost segment of the Company’s business.

The four primary objectives of this Energy Policy (the “**Policy**”) are to:

1. Achieve net-zero Scope 1 and 2 carbon emissions by 2035;
2. Reduce Greenhouse Gas (“**GHG**”) emissions by advancing low carbon electrification solutions and advancing the development and successful implementation of low carbon technologies;
3. Reduce energy consumption through focusing on efficiency and advancing development and successful implementation of energy reduction technologies; and
4. Leverage capital investments in energy reduction projects to reduce operating costs.

II. Application

It is the responsibility of each director, officer, employee, contractor and consultant of the Company to carry out their activities in accordance with this Policy.

III. Responsibility for this Policy

The Company’s Executive Vice President, Chief Operating Officer is responsible for the administration of this Policy.

IV. Accountability and Structure

The Company’s Executive Vice President, Chief Operating Officer and Copper Mountain Mine General Manager are the co-sponsors of each of the Company’s Energy Management Program (“**EMP**”) and Energy Management Team (“**EMT**”).

The EMT will be comprised of representatives from the key operating departments and will be responsible for implementing the EMP as part of this Policy. The EMT will appoint an Energy Manager to manage its activities and seek external funding opportunities and support from external consultants as necessary to achieve the objectives of this Policy.

V. Approach to Energy Management

The EMT is responsible for each of the following:

- Sustaining and developing key business relationships with applicable Government agencies and strategic business partners to deliver industry leading technical solutions to reduce energy consumption;
- Ensuring decision-making incorporates life-cycle assessment, not just initial costs, thereby placing an emphasis on efficiency over the life of the Company's projects;
- Implementing cost-effective energy savings initiatives to leverage funding opportunities;
- Providing the training and incentives needed to encourage employees to support the EMP;
- Ensuring the EMP is supported with managerial and financial resources;
- Ensuring that strong measurement and verification procedures form the basis of regular reporting on savings, costs, energy, and emissions for each of the Company's projects;
- Seeking advice and support from relevant stakeholders; and
- Reviewing and updating the EMP on an annual basis.

VI. Targets and Objectives

The Company will set specific Energy Management targets and objectives under this Policy from time to time. As of the date of this Policy, such targets and objectives shall include each of the following:

1. In 2022, the Company achieved an 'A' rating on the Mining Association of Canada's *Towards Sustainable Mining* protocol of "Energy and GHG Emissions Management". The Company will focus on advancing this framework to continue to improve our rating.
2. Advance low carbon electrification solutions and develop and successfully implement low carbon and energy reduction technologies to position the Company to become one of the lowest GHG intensive open pit copper mines in the world.

VII. Review and Reporting

Energy management activities are reviewed by the EMT as part of the monthly management review process. The EMT also reviews and documents the Company's energy performance, and progress towards long-term targets, on a quarterly basis. Reports include details of energy consumption, key performance indicators, and progress on the Company's energy management activities. This is summarized and reviewed with the Board of Directors on a semi-annual basis.

(signed) Don Strickland

Don Strickland, P.Eng.
Executive Vice President, Chief Operating Officer