



Question:

Have climate-related risks and opportunities influenced your organization's strategy and/or financial planning

Response:

Bear Creek Mining recognizes the potential for climate-related risks and opportunities associated with its Mercedes mine and proposed Corani mine. The impact on infrastructure and water availability from anomalous rainfall events or extended drought conditions are the primary climate-related risks for the Company's Mercedes Mine and Corani project. Various plans, designs, and other measures have been incorporated into the Mercedes operation and into the design of the Corani mine to mitigate the environmental and operational impact of anomalous rainfall events or extended droughts.

As stated in the Risks and Uncertainties section of the Company's Annual Information Form for the year ended December 31, 2022:

Climate change may adversely affect the Company's operations. There is significant evidence of the effects of climate change on our planet and an intensifying focus on addressing issues arising from climate change. While the Company is committed to operating responsibly and to mitigating any negative effects on the environment that may result from its current activities and any future operations, the ability to reduce greenhouse gas emissions, energy usage, and water usage is limited by available technologies, logistics, and economics. The Company's ability to respond to societal, governmental, and investor concerns about climate change and expanding climate change regulations may have significant impacts on our activities, future operations, financial condition, and corporate reputation.

The potential impacts of climate change may also adversely impact Bear Creek's activities and operations. Climate-related events such as extreme weather events, mudslides, fires, floods, and droughts could result, now and in the future, in damage to the Company's facilities, damage to existing or future access routes to and from the Company's properties and operations, disruptions in the movement of people and materials, risks to the safety and security of our personnel and to communities, shortages of required supplies such as fuel and chemicals and the curtailment of activities. There is no assurance that the Company will be able to anticipate, respond to, or manage the risks associated with physical climate change events and impacts and this may result in material adverse consequences to our business plans, social license, and financial results.