



**Question:**

**Describe the nature of any social risks, for all operating countries,  
that could have a material risk to operations**

**Response:**

Bear Creek Mining's commitment to Corporate Social Responsibility is based on the following guiding principles:

- Open, honest, and transparent communications and interactions
- A collaborative partnership approach, allowing communities to determine their own priorities, to share the responsibility for enacting them, and to take pride in the outcomes
- Focus on health, education, and economic opportunity
- Prioritize initiatives that will thrive and persist irrespective of mining operations
- Operate with a high ethical standard, in (or exceeding) compliance with all applicable laws, regulations, and internationally accepted standards.

The Company's operations are located in rural, sparsely populated areas. The primary occupation of residents near the Mercedes mine is cattle ranching and in the vicinity of the Corani project is alpaca farming. There are no other operating mines in the vicinity of either operation.

While Bear Creek believes it has established social licence with the Corani- and Mercedes-area communities, other areas of Peru and Mexico have experienced social opposition to mining projects and the possibility exists that despite the Company's best efforts to maintain its social licence, opposition to Bear Creek, the Corani project, the Mercedes Mine or mineral exploration and mining in general may develop and affect the Company's operations, business plans, financial position and results of operations.

While the company is committed to operating in a socially responsible manner, there can be no assurance that the company's efforts in this respect will mitigate this potential social risk.