

## Compliance Report

The LBMA Responsible Gold Guidance and the LBMA Responsible Silver Guidance have been established for Good Delivery Refiners to adopt high standards of due diligence in order to combat systematic or widespread abuses of human rights, to address environmental and sustainability responsibilities, to avoid contributing to conflict, to comply with high standards of anti-money laundering and combating terrorist financing practice.

This report summarizes how JX Metals Smelting Co., Ltd. (hereinafter referred to as JX

JX Metals Smelting has adopted a supply chain policy regarding due diligence for supply chains of gold and silver.

Comments and Demonstration of Compliance:

JX Metals Smelting has the Gold, Silver, Platinum and Palladium Supply Chain



silver, platinum and palladium-bearing materials and requested them to read the Policy and fill out the KYC Questionnaire. In addition, when the Policy is revised, we also send via e-mail the Policy to all of our suppliers of gold, silver, platinum and palladium-bearing materials .

There were no due diligence issues on which suppliers/counterparties were specifically engaged during reporting period.

~~There were no purchases of gold and silver-bearing materials from~~

progress in eliminating the high-risk in accordance with the improvement plan within 6 months, we shall suspend the transaction. The Board continues to monitor the progress of the improvement plan.

JX Metals Smelting classifies identified risks in light of the standards of their due diligence system.

Comments and Demonstration of Compliance:

Supply chain due diligence comprising all measures required by the LBMA Responsible Gold Guidelines and LBMA Responsible Copper Guidelines.

supplied to us i) originates from areas designated as World Heritage Sites; ii) is sourced in breach of international sanctions; or iii) supplier, other known upstream

by either (i) mitigation of the risk while continuing to trade, (ii) mitigation of the risk

Compliance Statement with Requirement:

We have fully complied with Step 4: Obtain Independent Third-Party Assurance on Supply Chain Due Diligence Practices.

Comments and Demonstration of Compliance:

JX Metals Smelting engaged the services of the assurance provider KPMG AZSA Sustainability Co., Ltd., and their independent assurance report is attached. The Compliance Officer approved to enter into Assurance Service Agreement with KPMG AZSA Sustainability Co., Ltd. At the Board meeting held in March 2023, the Board ensured that KPMG AZSA Sustainability is independent of the organization and has the necessary effectiveness to carry out the engagement.