UNSOLICITED PROPOSAL OF PROJECTS IN ASSETS “SOCIAL MANAGEMENT, DESIGN AND EXECUTION OF HYDRAULIC INFRASTRUCTURE PROJECTS, CONSTRUCTION, IMPLEMENTATION AND OPERATION OF THE MINING CONCESSIONS OF THE TG-3 DEPOSIT OF THE EL ALGARROBO PROJECT”

Minería

Nombre de Dirección

Background

- ✓ On January 30th, 2017, Cia. de Minas Buenaventura S.A.A. (hereinafter referred to as the **Proponent**) submitted the unsolicited proposal “*Social management, design and execution of hydraulic infrastructure projects, construction, implementation and operation of the mining concessions of the TG-3 deposit of the El Algarrobo project*” (hereinafter referred to as the IPPA). Subsequently, on November 07th, 2019, the Proponent submitted the revised offer.
- ✓ On January 15th, 2021, the MINEM decided to suspend the opportunity to give its opinion to the Initial Version of the Contract, in view of the degree of social conflict existing in the district of Tambogrande.
- ✓ By means of an Agreement of the Board of Directors of ProInversión, Session No. 100 of October 12th, 2020, the project was incorporated to the private investment promotion process under the modality of project in assets.
- ✓ On August 05th, 2024, MINEM communicated the decision to continue with the El Algarrobo IPPA and requested the update of the VIC considering the current regulatory changes and other relevant aspects.

INFORMATIVE MEETINGS: TODAY - 2024

Tambogrande Motorcycle Taxi Associations - July 2024
Eighty (80) people attended

District Municipality of Tambogrande - May 2024
Three hundred (300) people attended

Municipality CP Locuto and Outlying Settlements - May 2024
Two hundred (200) people attended

Communicators and Journalists from Tambogrande - September 2024

Residents of the El Carmen Outlying Settlement - July 2024
Sixty (60) people attended

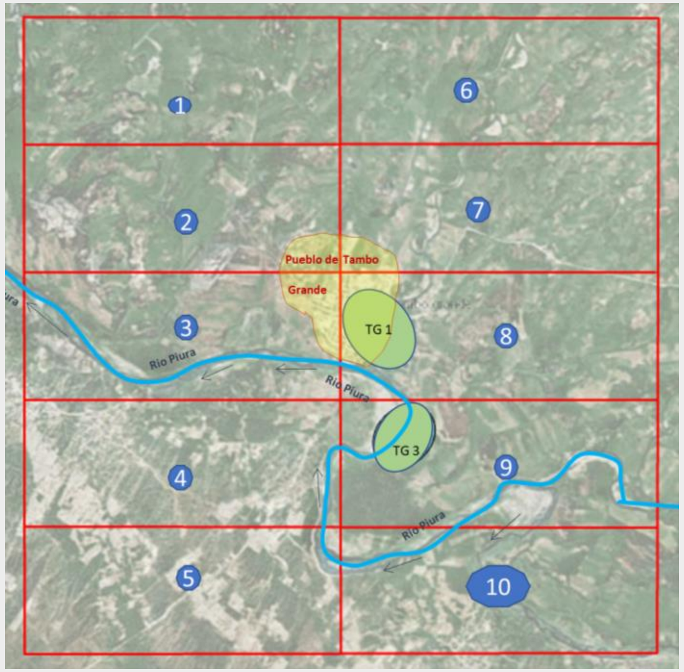
Lieutenant Governors of Tambogrande - September 2024
Eighty (80) people attended

MEETINGS PROINVERSIÓN – MINEM – AMSAC

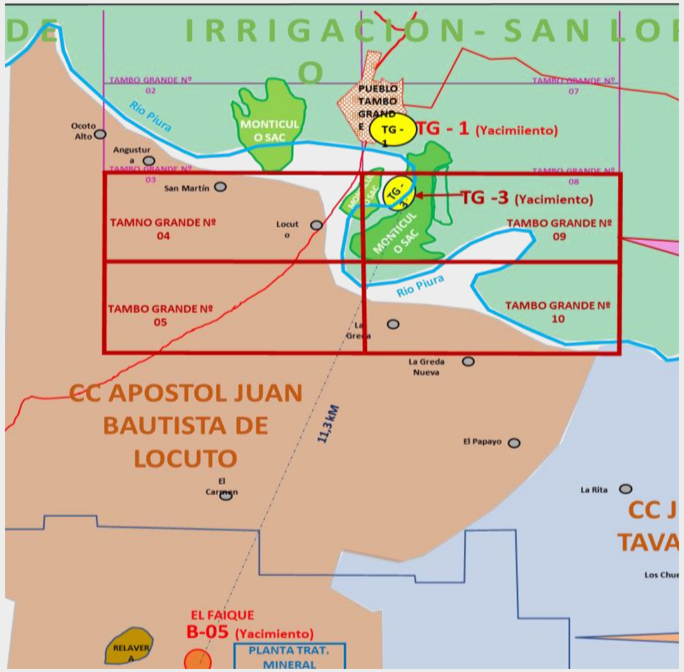
Mayor of Piura – September 2024

Civil Gobernor of Piura – September 2024

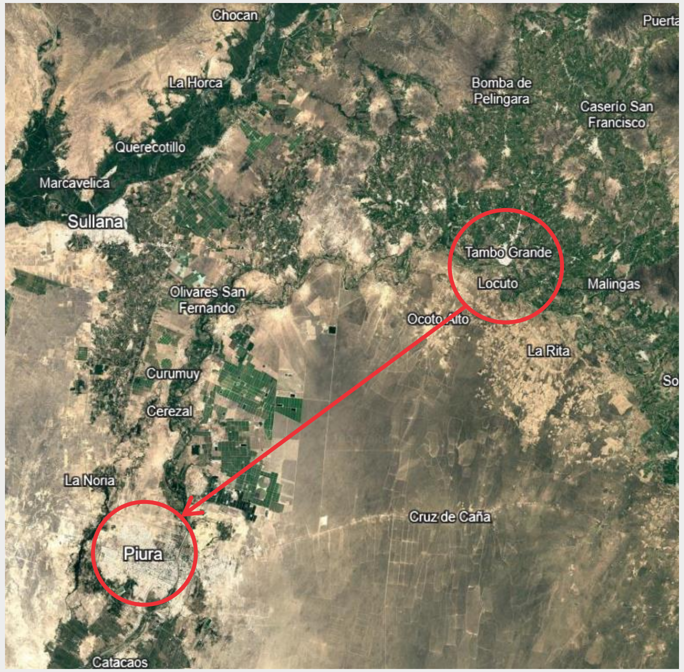
El Algarrobo Project



The ten (10) mining concessions from Tambogrande



El Algarrobo mining Project have four (4) concessions of one thousand hectares (1000 ha) each.



This mining Project is located on the left bank of the Piura river, in the town of Locuto, district of Tambogrande, province and department of Piura.

Area of Influence

Direct Area of Influence

Comunidad Campesina Apóstol Juan Bautista de Locuto, made up of eight (8) Outlying Settlements:

- Locuto
- El Papayo
- La Greda Nueva
- El Carmen
- Angostura
- Ocoto Alto
- La Greda Antigua
- San Martín de Angostura

Extension: 13 000 hectares
Population: 15 000 inhabitants

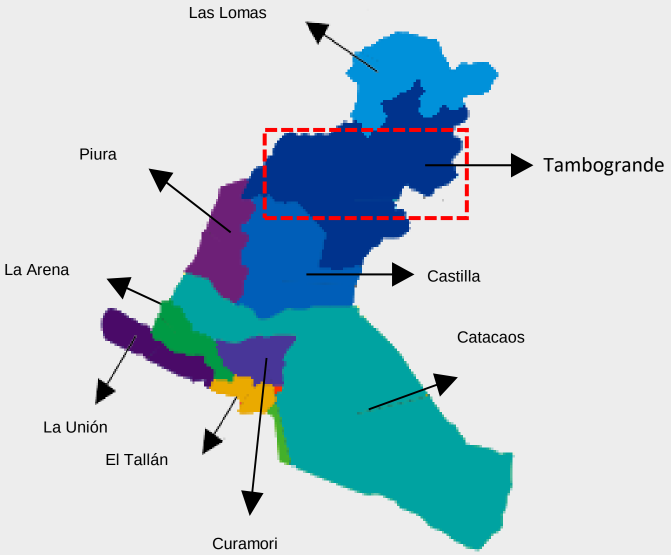
The *Left Bank of the Piura River* includes the area with low population density, incipient agricultural and livestock activities, and where the Algarrobo Dry Forest predominates.

Indirect Area of Influence

District of Tambogrande, consisting of:

- More than one hundred fifty (150) hamlets,
- Two (2) Urban Centers – Tambogrande Capital District and the Rural-Urban Center Cruceta
- Four (4) Peasant Communities

Area: 1 443 km²



The area of influence Will be definitively confirmed in the feasibility studies.

Project Objective

- Design and execution of water infrastructure projects that contribute to water supply, applying a management model focused on the integral and sustainable development of the population of the Comunidad Campesina Apóstol Juan Bautista de Locuto.
- Exploration, operation by means of a subway mine and beneficiation of a mineralized deposit (TG-3) located in the mining concessions Tambo Grande No. 4, Tambo Grande No. 5, Tambo Grande No. 9 and Tambo Grande No. 10, which make up the El Algarrobo Project.

Specific Objectives

- Sustainable development of the coexistence of mining and agricultural activities:
- Assistance and maintenance of water resources
- Application of high quality and safety standards
- Social responsibility policies
- Conservation of environmental quality, use of sophisticated environmental management instruments and detailed evaluation
- Studies and research that allow the optimal use of resources.
- Training in agricultural production and business management techniques
- Socio-economic development of the Piura Region, the district of Tambogrande and the Comunidad Campesina Apóstol Juan Bautista de Locuto

Contractual Modality

Mining Concessions Transfer Option Contract

By means of this modality, ACTIVOS MINEROS S.A.C., holder of the concessions, undertakes to transfer the Mining Concessions and other assets, through the execution of a Transfer Contract.

Water Component

- Identification and evaluation of underground water sources to be captured for the productive activities of the Community
- Geophysical studies program, which includes the exploration of deep aquifer with exploratory wells and later the execution of drilling works for development wells.
- Design, construction, operation and maintenance of the necessary infrastructure for the extraction, treatment, conduction and storage of water resources for productive agricultural and livestock activities
- The final characteristics and scope of the water project will be established within the framework of the Social Agreement with the Comunidad Campesina de Locuto

Basic design of the Water Project

a) Extraction of groundwater using tube wells

b) If applicable, its subsequent treatment by reverse osmosis

c) Water supply would begin at a flow rate of 30 l/s, according to the results of geophysical studies and the construction of exploratory wells

d) The permeated water will be transported from the reverse osmosis plant to the land surface intended for irrigation or other productive activity

Scoping of the Mining Component

- Underground exploration and operation of the TG-3 deposit
- Seven-year mining operation: 5 000 tons/day (first 3 years), and 15 000 ton/day.
- Gravity anomalies exist within the Project area that could result in future deposits and the **Project could reach a larger scale than initially estimated**.

El proyecto ha basado sus cálculos en el yacimiento TG-3, el único yacimiento dentro de las cuatro concesiones mineras sobre el cual existe información; aunque limitada.

Los estudios técnicos de exploración podrán cuantificar el potencial de alza que en esta etapa no ha sido analizado.

Technical Assumptions related to the Mining and Reserves Section

	Valor
Daily Production (tons)	5,000 until Year 3 15,000
Years of production	7
Annual Production (tons)	1,800,000 until Year 4 5,400,000
Total production (million tons)	25
Average grade of Cu	1.13%
Average grade of Zn	1.73%
Average grade of Au (gramos / tonelada)	1.87
Average grade of Ag (gramos / tonelada)	30.75
Estimated OPEX mine (US$ per mined ton)	30.8

Technical Assumptions related to the Mining and Reserves Section

	5000 tpd	15,000 tpd
OPEX Plant (US$ per ton processed)	17.88	11.53
OPEX Tailings Dam (US$ per ton processed)	1.38	0.97
OPEX total plant (US$ per ton processed)	19.26	12.5

Prequalification Requirements

Financial

The bidder must accredit a Minimum Net Equity of USD 227,610,847.00 (two hundred and twenty-seven million six hundred and ten thousand eight hundred and forty-seven and 00/100 U.S. dollars).

This requirement may be met by:

a) Directly by the bidder, in the case of a legal entity, or

b) Through all members, in case the bidder is a consortium.

Technical

The bidder must accredit that currently is in a mining operation.

Also, they will have to register experience with mining operations, or concentration or similar operations with a treatment capacity of more than 5 thousand tons per day, in the country or abroad

Guarantees

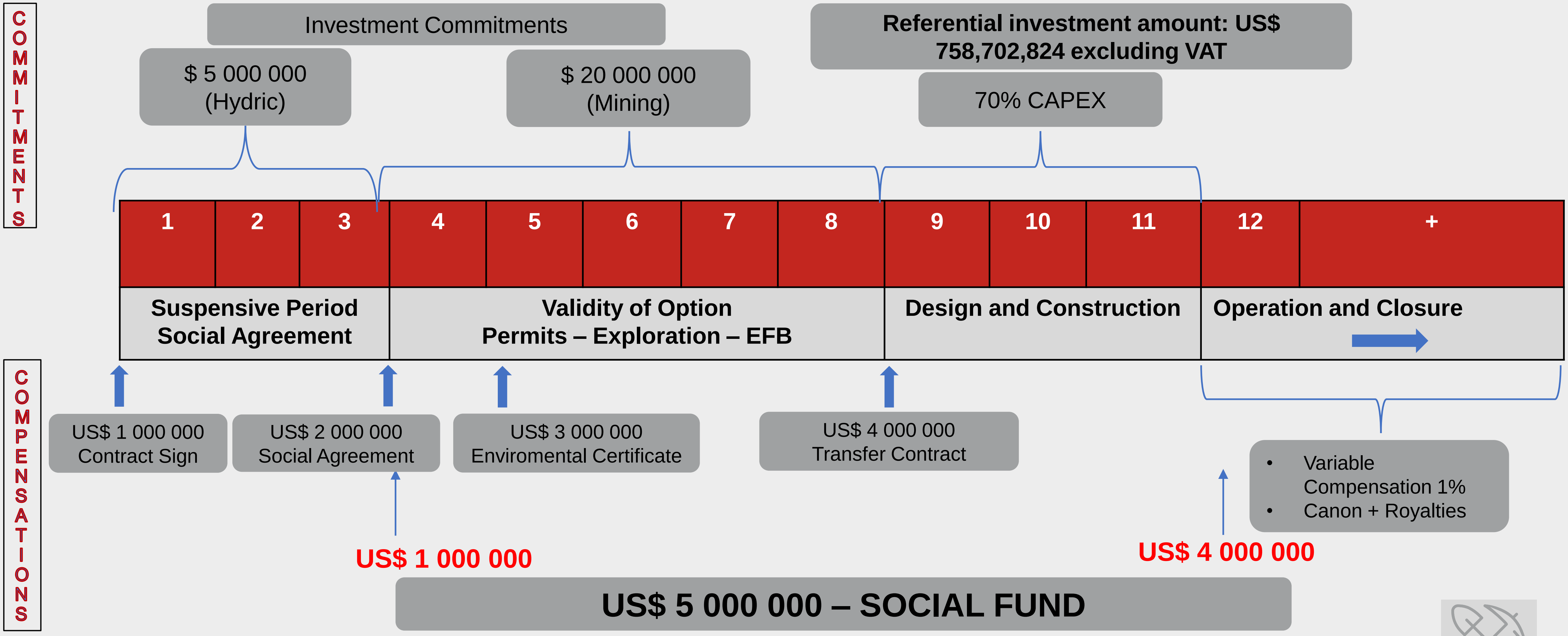
Guarantee of seriousness of the offer: US$ 2 000 000

Guarantee of Faithful Fulfillment:

1. **During the Transfer Option Contract**
   a) During the suspensive phase : US$ 1 000 000
   b) During the effective period of the option : US$ 10 000 000

2. **During the Transfer Contract**
   a) During the construction stage of the project: Amount of 5% of the Investment Commitment resulting from the Bankable Feasibility Study for the operation of the project.
   b) During the project operation stage: US$ 1 000 000, after entry into operation until the end of the project.

Investment Commitments



Next Steps – El Algarrobo Project

<table>
<tr><th colspan="4">2024</th><th colspan="2">2025</th></tr>
<tr><td colspan="2">Publication Declaration of Interest: September, 28-29th.</td><td colspan="2">(90 accounting days) Until December, 28th</td><td colspan="2">January - June</td></tr>
<tr><td>October</td><td colspan="2">November</td><td>December</td><td rowspan="2">• On the 91st day, if there are NO Expressions of Interest, the Direct Award process will proceed.
• Signing of Option Contract with the Proponent</td><td rowspan="2">• If Expressions of Interest have been submitted, the competition stage will begin.
• Preparation of Bidding Terms and final version of contract
• Tender - Successful Bid</td></tr>
<tr><td>• Launching of the project: 3rd week of Oct.
• Particip. in IMARC - October 27 to 31, Sydney.
• Promotional material: videos, brochure, landing,
• Bilateral meetings
• Informative workshops in the area of influence
• Dissemination through networks, radio and various media.</td><td colspan="2">• Bilateral meetings
• Informative workshops in the area of influence
• Dissemination through networks and various media.
• Forums in Piura Region
• International Roadshow</td><td>• Bilateral meetings
• Informative workshops in influence
• Dissemination through networks and various media.
• Forums in Piura Region</td></tr>
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