

2024 Sustainability Report

Specialising in mining investments

Contents

■	Message from La Mancha's Managing Partner	1
■	The Fund's portfolio	2
■	Our sustainability approach	3
■	Sustainability Pillars Performance Scorecard	6
■	Endeavour Mining	7
■	G Mining	10
■	Falcon Energy Materials	13
■	Greenheart Gold	15
■	Belo Sun Mining	17
■	About this Report	19
■	Disclaimer	20



Message from La Mancha's Managing Partner

Welcome to La Mancha's annual Sustainability Report for 2024. While sustainability is a day-to-day part of work at La Mancha and the Fund's companies, our Sustainability Report provides us with the opportunity to take stock of the portfolio's sustainability performance and provide an update to our stakeholders.

Highlights from this year include:

- Endeavour's total economic contribution to host countries reaching \$2.2 billion;
- G Mining's renewable electricity use soaring to almost 60% in the first year that renewable electricity became available to it; and
- G Mining continuing to strengthen local communities around the Tocantinzinho Mine by drawing 81% of its employees from the state of Pará.

These achievements would not be possible without a high degree of alignment between the Fund and its portfolio companies regarding sustainability goals, as well as a shared desire to make incremental improvements to improve sustainability performance over time.

Reflecting on the portfolio's overall performance in 2024, we remain secure in our conviction that strong sustainability performance is a hallmark of operational excellence, which in turn is the most reliable driver of value-creation for the Fund's investors. This conviction continues to guide our investment strategy as we work to build a portfolio that delivers both financial returns and lasting impact.









Vincent Benoit
Managing Partner



The Fund’s portfolio

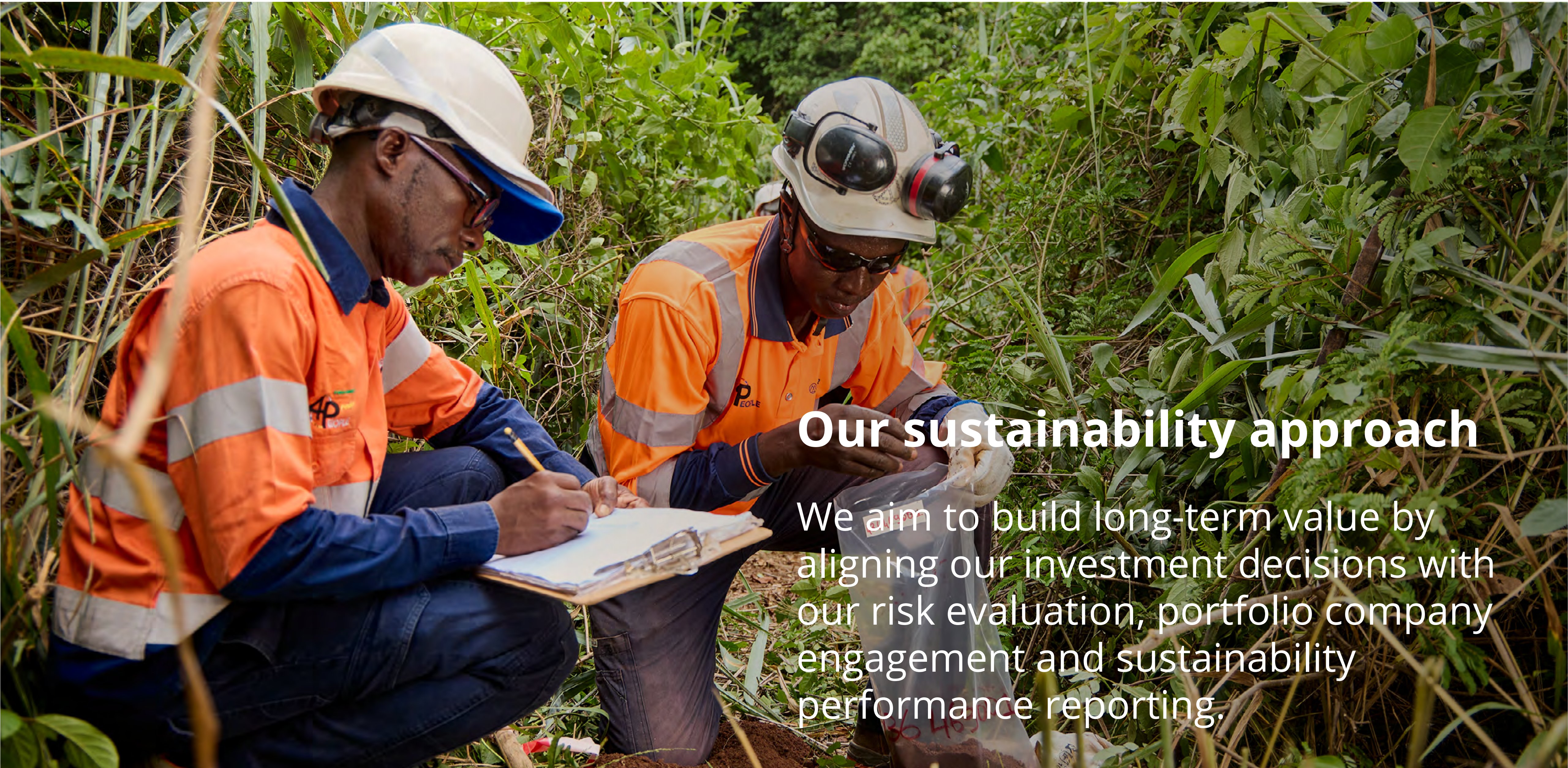
The Fund is invested in mining and royalty companies that are focused on value creation for investors. The Fund’s portfolio comprises investments at various stages of the mine life cycle, from development to production.

Fund portfolio exposure as at 31 December 2024

	 ENDEAVOUR MINING	 MINING VENTURES	 ELEMENTAL ALTUS ROYALTIES	 FALCON ¹ ENERGY MATERIALS PLC	 GREENHEART GOLD	 BELOSUN MINING
Ownership	16.5%	18.3%	31.9%	23.4%	6.1%	8.1%
Holding since	2015	2022	2020 ²	2022	2024	2024
Ticker	EDV (TSX and LSE)	GMIN (TSXV)	ELE (TSXV), ELEM (OTCQX)	FLCN (TSXV)	GHRT (TSXV)	BSX (TSX)
Market cap ³	USD 4,423m	USD 1,604m	USD 196m	USD 53m	USD 35m	USD 28m
Metal	Gold	Gold	Royalties	Graphite	Gold	Gold
Stage	Production	Construction	N/A	Development	Development	Development
Region	West Africa	Latin America	Global	North and West Africa	Latin America	Brazil
Headcount	13,491	1,253	13	35	62	40

¹ SRG Mining Inc. changed its name to Falcon Energy Materials plc in July 2024.
² Initial investment was made into Altus in 2020 and Altus subsequently merged with Elemental Royalties to form Elemental Altus Royalties.
³ Bloomberg.





Our sustainability approach

We aim to build long-term value by aligning our investment decisions with our risk evaluation, portfolio company engagement and sustainability performance reporting.

Sustainability Pillars

Our Sustainability Pillars are at the heart of our approach to sustainability – six key areas in which we aim to achieve consistent progress: (1) standards, systems and structure, (2) sustainability transparency & reporting, (3) health & safety, (4) local development, (5) decarbonisation, and (6) environmental impact.

The scorecard presented on page 6 summarises the sustainability performance of the Fund’s portfolio companies in the 2023 and 2024 reporting periods by reference to our Sustainability Pillars.

These Sustainability Pillars reflect our commitment to sustainability before and after investment, which is in turn reflected in our investment due diligence, active engagement with portfolio companies and the industry, and the standards adopted by us and the Fund’s portfolio companies.



Investment Due Diligence

We assess sustainability risks and opportunities in potential new investments using a range of due diligence tools, such as site visits, data analysis, local insights, community engagement, life cycle assessment, regulatory compliance monitoring, and reviewing sustainability systems and targets.

Once invested, we monitor the sustainability performance of the Fund’s portfolio companies by:

- reviewing public reporting, undertaking informal consultation, and, in certain cases, exercising pre-agreed information rights;
- facilitating the sharing of sustainability best practices and ideas among the Fund’s portfolio companies; and
- encouraging the Fund’s portfolio companies to implement industry standards and collect sustainability data aligned with leading frameworks.

Active Engagement

Our typical investment approach involves advising the Fund to acquire a large minority stake in a portfolio company (usually 15-30%) together with enhanced investor rights that include board seats and access to company data. We combine the Fund’s investor rights and influential shareholding position with our diligence findings and deep industry expertise to understand the sustainability impact of the Fund’s portfolio companies.

Industry Standards

We frequently assess the Fund’s potential and actual investments against select industry standards, which we believe position us well to reduce portfolio company risk and achieve superior portfolio company sustainability outcomes. For example:

■ The Sustainable Development Goals (SDGs)



The SDGs are a set of goals for the year 2030 established by the United Nations in 2015. They form a blueprint for government, businesses, and civil society to build

a more sustainable future, and recognize that social and environmental aims must go hand in hand with economic development. Of the 17 SDGs, we identified and integrated 10 priority targets in our scorecard on the following page to track portfolio company sustainability performance.

These are our SDGs:



■ The Principles for Responsible Investment (PRI)



The PRI is a global initiative that promotes responsible investment practices among institutional investors. Launched in 2006 by the United Nations, the PRI provides a framework for incorporating sustainability factors into investment decision-making and ownership practices. La Mancha has regard to these principles when evaluating potential Fund investments and portfolio company management practices.

■ The Sustainable Financial Disclosure Regulation (SFDR), the EU Taxonomy and Towards Sustainable Mining



SFDR and the EU Taxonomy were established by the European Union in 2019 and 2020, respectively. SFDR requires financial market participants to provide standardised sustainability disclosures to improve transparency and reduce the occurrence of inaccurate claims about sustainability performance

(commonly known as ‘greenwashing’). Similarly, the EU taxonomy sets out common definitions and classifications for various economic activities to identify practices that are aligned with sustainable outcomes.

Towards Sustainable Mining was developed in 2004 by the Mining Association of Canada to help companies manage key environmental and social risks. This standard aims to turn commitments into on-site actions and offers interested stakeholders information on important areas including community outreach, tailings management, and biodiversity.

These three standards, along with our SDG targets and PRI, are referenced in the La Mancha Responsible Investment Policy, which guides the sustainability assessment of Fund investments.

For information on the industry standards adopted by the Fund’s portfolio companies, see the company-by-company analysis on pages 7 to 18 of this Sustainability Report.

Sustainability pillars performance scorecard of La Mancha and the Fund's portfolio

Investment Condition		SDGs	La Mancha Target	2023 Performance	2024 Performance	ENDEAVOUR MINING	MINING VENTURES	FALCON	GREENHEART GOLD	BELOSUN MINING
1. Standards, systems and structure	Portfolio companies must adhere to an international standard (e.g., IFC, TSM, RGMP, UNGC, EP, World Bank, SDGs)		100% of portfolio adherence to an industry standard	100%	60%	✓	✓	✗	✓	✗
	Alignment with SDGs		100% of portfolio aligns with SDGs	100%	80%	✓	✓	✓	✓	✗
	Portfolio companies must maintain policy statements and standards around key sustainability areas		100% of portfolio has appropriate policies, standards and disclosures	100%	80%	✓	✓	✓	✓	✗
2. Sustainability transparency and reporting	Portfolio companies must have software supported GRI/SASB/ TFCD regular reporting		100% of the portfolio is publishing ESG reportsand disclosures	50%	40%	✓	✓	✗	✗	✗
3. Health and safety	Portfolio companies must have all-inclusive commitment to zero harm	3	Safety management systems based on internationally recognised standards with annual audits	100%	100%	✓	Not in operation ⁵			
		8	5% improvement on TRIFR ⁴ year over year	0%	100%	✓				
			Fatality rate of zero	100%	60%	✗	✗	✓	✓	✓
4. Local development	Portfolio companies must have a comprehensive local development strategy	11	80% of total procurement budget to in-country suppliers	100%	100%	✓	Not in operation ⁵			
		17	15% Female employment	50%	60%	✗	✓	✓	✗	✓
			60% National management	100%	0%	✗	Not in operation ⁵			
			1% Pre-tax profit on community investment ⁵	100%	100%	✓				
5. Decarbonisation	Portfolio companies must have an ambitious decarbonisation strategy and meaningful GHG reduction targets, as defined by the Science-Based Targets Initiative	7	100% of the portfolio has a level A in TSM Climate Change Protocol	0%	0%	✗	Not in operation ⁵			
		13	A level improvement in TSM Climate Change Protocol	0%	0%	✗				
6. Environmental impact	Portfolio companies must proactively manage waste and tailings		Alignment with Global Industry Standards on Tailings Management	100%	100%	✓	Not in operation ⁵			
	Portfolio companies must proactively manage waste	13	75% of water reused and recycled	0%	0%	✗				
	Portfolio companies' operations should have a net positive biodiversity impact	15	Operations achieving a net positive biodiversity impact	0%	100%	✓				

⁴Total Recordable Incident Frequency Rate. ⁵Targets applicable only for portfolio companies in operational stage. These are not counted in calculating the percentage performance. ⁶For more information on TSM Climate Change Protocol and parameters visit www.mining.ca



Endeavour Mining is one of the world's senior gold producers and the largest in West Africa, with operating assets across Senegal, Cote d'Ivoire, and Burkina Faso and a strong portfolio of advanced development projects and exploration assets in the highly prospective Birimian Greenstone Belt across West Africa.

A member of the World Gold Council, Endeavour is committed to the principles of responsible mining and delivering sustainable value to its employees, stakeholders, and the communities where it operates. Endeavour is listed on the London and Toronto Stock Exchanges.

Endeavour Mining

2024 Sustainability Performance Highlights

Standards: In 2024, Endeavour maintained ISO 45001 and ISO 14001 certification of its occupational health and safety management system and environmental management system, respectively.

Health & Safety: Endeavour's total recordable incident frequency rate (TRIFR) decreased from 0.89 in 2023 to 0.73 in 2024, below the mid-point of its Peer Group⁷ and well ahead of the company's target to reduce the TRIFR by 5% year-on-year. The company also achieved a group malaria incidence rate of 184/1,000 in 2024, well below its targeted incidence rate of 300/1,000. However, there was, tragically, one fatality reported across Endeavour's operations in 2024, meaning the company did not meet its zero fatalities goal.

Emissions: Endeavour's emissions intensity in 2024 was 0.631 tCO₂e per ounce, representing a slight increase compared to 2023's emissions intensity of 0.586 tCO₂e per ounce and narrowly missing the company's target of 0.601 tCO₂e.

Environment and water: Endeavour achieved an impressive 97% reduction in its use of single-use plastic water bottles, beating its target of a 70% reduction. Also surpassing the goal set in 2023, Endeavour protected 632 hectares of land as part of its reclamation efforts, exceeding the target of >430 hectares. Endeavour also commenced commissioning of a 37MWp solar facility at the Sabodala-Massawa mine in Q4 2024. However, Endeavour failed to achieve its target to rehabilitate 40 hectares of land, achieving rehabilitation of only 26 hectares across the group. Endeavour again did not achieve its ambitious goal of using 70% recycled water in its operations, reporting an average water recycling rate of 60% in 2024, down from 62% in 2023.

Female employment: Endeavour secured a 15% rate of female enrolment for new hires in 2024, down from 22% in 2023 and below its target of 20% female new hires. However, at the board level, the company enjoyed a high degree of female representation, with 44% of the directors being female.

⁷ Peer Group = Top 20 global gold producers





Endeavour Mining

Endeavour Sustainability KPIs:

KPI	Units	2022	2023	2024
TRIFR		0.87	0.89	0.73
LTIFR		0.02	0.08	0.13
Renewable electricity	%	1	2	25
Total energy consumption	GJ, millions	10.3	8.03	9.97
Direct (scope 1) GHG emissions	tonnes of CO2e, thousands	749	498	646
Indirect (scope 2) GHG emissions		136	129	49
GHG intensity	tonnes of CO2e per oz of gold	0.64	0.59	0.63
	tonnes of CO2e per tonne of ore processed	0.04	0.03	0.03
Water reused and recycled	%	57	62	60
National employees	%	95	94	95
National management	%	49	57	59
Female employees	%	9	11	12
Spending on in-country suppliers	%	81	81	83
Total community investment spending	\$, millions	23.4	4.98	7.74

Endeavour’s 2024 Sustainability Report can be viewed in full at: <https://www.endeavourmining.com/esg/>



G Mining is a Toronto stock exchange listed mining company engaged in the acquisition, exploration, and development of precious metal projects to capitalise on the value uplift from successful mine development.

G Mining is well-positioned to grow into the next mid-tier precious metals producer by leveraging strong access to capital and proven development expertise. G Mining is currently anchored by its flagship Tocantinzinho Gold Project in mining-friendly and prospective State of Pará, Brazil.





G Mining Ventures

2024 Sustainability Performance Highlights

Corporate governance and standards: Corporate governance and standards: G Mining bolstered its corporate governance with the establishment of new corporate policies in respect of human rights, climate change and tailings management. The company also reported that by the end of 2024, it was over halfway towards completion of its TSM standards implementation goal.

Health & Safety: G Mining's TRIFR at Tocantinzinho dropped significantly from 0.31 in 2023 to 0.08 in 2024, based on 2,486,123 hours worked.

Local and female employment: G Mining continued to strengthen local communities, drawing over 67% of its Tocantinzinho employees from municipalities in Brazil's northern region (Itaituba, Trairão, Rurópolis, Santarém, Mojuí, and Belterra) and 81% from the state of Pará, well above the company's goal of 40% local labour force. As for female inclusion, GMIN's female workforce at Tocantinzinho rose from 11% in 2023 to over 15% in 2024, thereby reaching the company's goal of a year-on-year increase.

Environment: Although narrowly missing its 36-hectare target, G Mining significantly increased its reforestation activities in 2024, with 33 hectares reforested compared to 18 hectares in 2023. Where deforestation was necessary to carry out construction or mining operations, the company took steps to protect the flora and fauna, collecting and relocating nearly 450 wild animals and 2,800 plant specimens.

Renewable energy: 2024 saw G Mining draw on renewable energy sources for the first time, accounting for no less than 59% of its electricity consumption.

G Mining's 2024 Sustainability Report can be viewed in full at: <https://gmin.gold/en-US/esg>

G Mining Ventures

G Mining Sustainability KPIs⁸

KPI	Units	2022	2023	2024
TRIFR		0.30	0.31	0.08
LTIFR		N/A	N/A	0.13
Renewable electricity	%	0	0	59%
Total energy consumption	GJ, millions	N/A	N/A	169,000
Direct (scope 1) GHG emissions	tonnes of CO2e, thousands	3,870	326,000	30,000
Indirect (scope 2) GHG emissions		N/A	N/A	7,640
GHG intensity	tonnes of CO2e per oz of gold	N/A	N/A	0.59
	tonnes of CO2e per tonne of ore processed	N/A	N/A	0.02
Water reused and recycled	%	N/A	N/A	4,080
National employees	%	99	94	97
National management	%	N/A	30	19
Female employees	%	14	10	23
Spending on in-country suppliers	%	74	94	82
Total community investment spending	\$, thousands	375	492	274

⁸ Figures in this table may differ from those set out in the highlights as they relate to G Mining's operations as a whole, not just G Mining's operating mine (Tocantinzinho).





Falcon is admitted to trading on the TSX Venture Exchange and aims to become a fully-integrated supplier of battery anode material.

The integrated business model would result in the creation of a mine-to-market active anode material producer, hosting a large high-purity graphite production mine in the Republic of Guinea (the Lola graphite project), and a value-added, coated spherical purified graphite (CSPG) conversion facility in Morocco.



Falcon Energy Materials⁹

2024 Sustainability Performance Highlights

Standards: In 2024, Falcon maintained validation of its Environmental and Social Impact Assessment (ESIA) and certificate of environmental conformity, which were granted by the *Bureau Guinéen d'Études et Évaluations Environnementales* in 2023.

Community engagement: In 2024, Falcon demonstrated its commitment to sustainability and responsible stakeholder engagement in its local communities by:

- purchasing waste bins and cutting-edge cleaning equipment;
- providing critical agricultural materials;
- supporting pepper and forest plant nurseries; and
- promoting educational excellence with the continuation of an educational initiative aimed at providing school supplies to top performers.

Gas and water treatment: Falcon announced in 2024 that its proposed CSPG plant in Morocco has been designed to include advanced gas and water treatment systems compliant with local environmental standards.

Falcon did not produce a 2024 Sustainability Report.

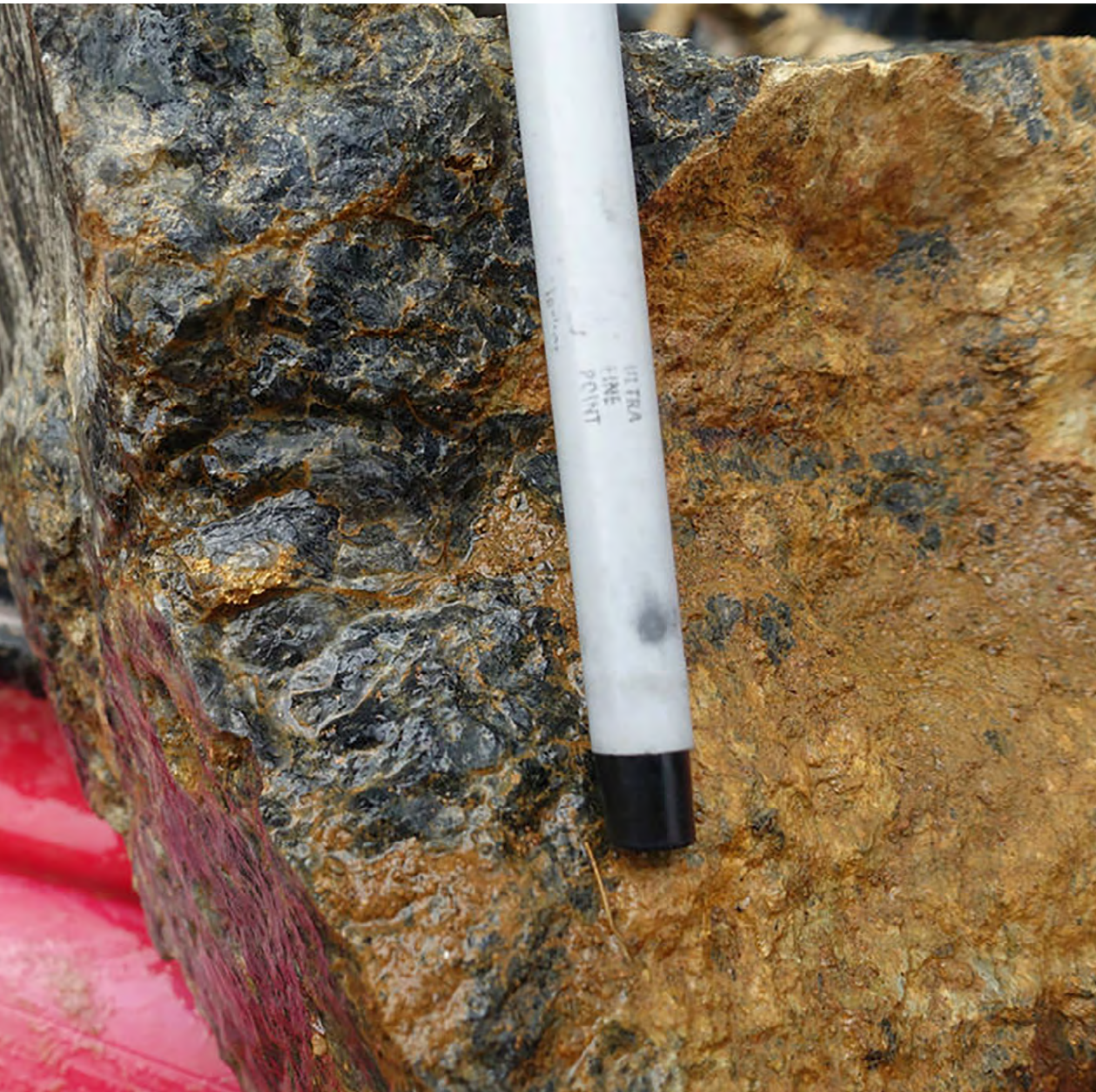
⁹ SRG Mining Inc. changed its name to Falcon Energy Materials plc in July 2024.



Greenheart is an exploration company listed on the TSX Venture Exchange that builds on a proven legacy of discoveries within the Guiana Shield, a highly prospective yet under-explored geological terrain that hosts numerous gold deposits.

The company is led by former executives and members of the exploration group of Reunion Gold, a team that was most recently noted for the discovery and delineation of the multimillion-ounce Oko West deposit in Guyana.

Greenheart intends to build on its technical knowledge, strong contact base and previous success from exploring in the Guiana Shield to assemble, maintain and explore a portfolio of early-stage exploration projects in Guyana and Suriname that are prospective for orogenic gold deposits.



Greenheart Gold

2024 Sustainability Performance Highlights

Corporate governance: 2024 saw Greenheart adopt a code of business conduct and ethics, as well as key corporate policies in relation to whistleblowers, disclosure and insider trading.

Standards: Greenheart’s operations comply with all relevant permits, licences and regulations involving worker health and safety, as well as the environment.

Community engagement: Greenheart is committed to working constructively with local communities, government agencies and indigenous groups to ensure that exploration work is conducted in a culturally and environmentally sensitive manner.

Greenheart Sustainability KPIs:

KPI	Units	2024 ¹⁰
TRIFR		4.03
LTIFR		0
National employees	%	96
National management	%	50
Female employees	%	13
Spending on in-country suppliers	%	94

Greenheart did not produce a 2024 Sustainability Report.

¹⁰ The period from 19 April 2024 (Greenheart’s date of incorporation) to 31 December 2024.



Belo Sun is a TSX-listed development and mineral exploration mining company. Belo Sun's principal asset is the Volta Grande Gold Project (PVG), located in Brazil in the State of Pará near the city of Altamira.

PVG is a planned open-pit mining project, with a large mineral resource estimated in the 2015 Feasibility Study to contain 4.95 million ounces (measured and indicated), 1.15 million ounces (inferred), and an estimated mineral reserve of 3.79 million ounces. Belo Sun has successfully completed its Environmental Impact Analysis, and received its preliminary licence and construction licence (currently subject to a suspension order) from the Pará State permitting authority SEMAS.

The company has also conducted basic engineering and completed its Indigenous Study with the federal authority FUNAI. As the construction licence remains suspended, there is currently no construction work or mining underway at PVG. Belo Sun continues to work diligently with its partners, stakeholders and government authorities to advance the permitting process and develop this world-class gold asset for the benefit of its shareholders and Brazil.

Belo Sun Mining

2024 Sustainability Performance Highlights

Corporate governance: In connection with the Fund’s investment into Belo Sun, the company entered a binding commitment to commence the search for a permanent CEO – one with the appropriate skills, qualifications and experience to lead Belo Sun responsibly.


Community engagement: Belo Sun is working to improve the local population’s access to public services such as healthcare and education by assisting the municipality with health initiatives, programs and events. In 2024, Belo Sun has supported community initiatives, such as:

- a breast cancer awareness event with the municipality;
- a flu vaccination campaign;
- a tree-planting event with the local school;
- a training program for small farmers on the use of machinery;
- a local football tournament, including by supplying uniforms and catering; and
- Children’s Day events in the local communities.

Environment: As part of Belo Sun’s stewardship of the land hosting PVG, it continued in 2024 to monitor water quality and notify police of the presence of any heavy machinery being used to conduct illegal mining or deforestation. In addition, 2024 saw the company analyse various options for reducing carbon, dust and noise emissions once PVG is operational, including conveyor transport of mine waste, the use of less carbon intensive fuels, and the implementation of high-efficiency crushing and grinding technologies.

Belo Sun Sustainability KPIs:

KPI	Units	2024
National employees	%	100
National management	%	17
Female employees	%	32
Spending on in-country suppliers	%	85
Total community investment spending	\$, thousands	45



About this Report

This Report is La Mancha Resource Capital LLP's annual Sustainability Report in respect of the year ended 31 December 2024. References to "La Mancha," "we," and "our" refer to La Mancha Resource Capital LLP.

References to "the Fund" refer to La Mancha Resource Fund SCSp, and references to "the Fund's portfolio companies" or "the portfolio" refer to the companies in which the Fund was directly or indirectly invested during the reporting period as part of the ordinary course of its investment business. References to "Belo Sun" refer to Belo Sun Mining Corp., "Endeavour" refer to Endeavour Mining Plc, "Elemental Altus" refer to Elemental Altus Royalties Corp., "G Mining" refers to G Mining Ventures Corp., "Greenheart" refer to Greenheart Gold Inc, "Falcon" refers to Falcon Energy Materials plc (formerly SRG Mining Inc).

Unless otherwise noted, financial figures are in U.S. dollars and all figure dates are as of 31 December 2024.

Although we endeavour in this Sustainability Report to provide information regarding the sustainability of all the companies that were part of the Fund's portfolio during the reporting period, our reporting is necessarily informed by, and shares certain limitations with, the sustainability information disclosed by such companies. In particular, in this reporting period:

1. as a royalty company, Elemental Altus does not report on the same metrics as the rest of the Fund's portfolio and therefore is not covered in the performance tables or company-by-company analysis; and
2. Horizonte Minerals plc was put into administration in May 2024 and did not make any sustainability disclosures in the reporting period. Therefore, Horizonte Minerals plc is not covered in this Sustainability Report.



Disclaimer

This Sustainability Report contains forward-looking statements that reflect plans, expectations and projections. These statements are based on current information, assumptions and beliefs, and are subject to inherent risk and uncertainty. Actual results may differ materially from those anticipated due to various factors, including market, economic, and political conditions, regulatory changes, and unforeseen events. We undertake no obligation to update or revise any forward-looking information, and we caution against placing undue reliance on such statements.

Hyperlinks in this Sustainability Report are provided for informational purposes only and the pages to which they direct do not form part of this Sustainability Report. We do not endorse, control, or guarantee the accuracy, relevance, or completeness of any content on external websites. By clicking on these links, you acknowledge that they lead to independent sites beyond our control. We encourage you to exercise discretion and evaluate the information presented on those sites independently.

Certain information contained in this Sustainability Report has been obtained from the Fund's portfolio companies and/or sources outside La Mancha, such as press releases, reports, websites, and/or articles which in certain cases have not been updated through the date hereof. While we currently believe that such information is reliable for purposes used herein, the information may not be accurate and is subject to change and also reflects La Mancha's opinion and assumptions as to whether the amount, nature and quality of the data is sufficient for the applicable conclusion used in this Sustainability Report. No representations are made as to the accuracy or completeness thereof and none of La Mancha, the Fund, nor any of their affiliates takes any responsibility for, and has not independently verified, any such information.

Nothing contained in this Sustainability Report constitutes investment, legal, tax, or other advice nor is it to be relied on in making an investment or other decision. This Sustainability Report does not constitute an offer to sell, or the solicitation of an offer to buy, any security, product, or service, including interests in the Fund.

