

## Tailings Management Policy

Canadian Royalties Inc. (CRI) is a mining company committed to occupational health and safety and environmental protection. As part of its commitment to the Towards Sustainable Mining Standard (TSM) launched by the Mining Association of Canada, CRI wishes to demonstrate the good management of its tailings pond, which includes tailings management infrastructure, waste rock and water, the dam at the Bombardier Lake outlet, as well as the mining water treatment systems. CRI acts in a way to protect the health and safety of stakeholders, to minimize dangers, risks and impacts, and seeks to continuously improve its performance. CRI has developed a tailings management system and allocates the necessary resources to implement the activities related to this management system.

This commitment is reflected in a concrete way by the following actions:

- Plan, design, construct and operate tailings facilities in a manner that reduces long-term impacts, risks and liability;
- Ensure tailings management complies with legal requirements, and conforms with reasonable and prudent engineering practice, set design criteria, company standards/guidelines, and the Owner's tailings management system;
- Engage with COI, taking into account their considerations in relation to the design (including location), operation, and management of the tailings facility;
- Manage tailings facilities commensurate with the risks they pose through implementation of BAT and BAP, with the objective of minimizing harm, and meeting performance, corporate governance, environmental and social requirements;
- Manage all solids and water within designated areas;
- Establish an ongoing program of review, including Independent Review, and continual improvement of health, safety and environmental performance through the management of risks associated with each tailings facility; and
- Implement the level of accountability, authority and competency for decision making appropriate to the level of risk that the decision entails.

This policy ensures the diligent management of our tailings storage infrastructure, tailings piles as well as the efficient management of water for our operations.

*André Dumais*

---

**André Dumais, ing., MBA**  
**Vice-President & General Manager**  
Canadian Royalties Inc.  
January 21, 2021