

FORTUNA SILVER MINES INC.
(“Fortuna”)

CLIMATE CHANGE POSITION STATEMENT

Fortuna Silver Mines Inc. and its subsidiaries (“Fortuna”) recognize that climate change is a major global challenge that could have significant impacts on operations, host communities, the resources used in production, the economy and society in general.

Climate change is a systemic risk with the potential to affect our mine infrastructure and operations; the regulatory frameworks under which we operate; and the demand for the minerals we produce. It is an increasingly important issue for Fortuna’s stakeholders, including investors who are seeking to understand the impact of climate change across their portfolios.

Fortuna recognizes the current climate change science, supports the goals of the Paris Agreement and the recommendations of the Task Force on Climate-related Financial Disclosures (TCFD). We believe that the mining sector has a key role to play in reducing global greenhouse gas (GHG) emissions, as well as in supporting the transition to a lower carbon economy by supplying critical minerals and metals to advance low emission technologies and solutions.

Climate Change Approach

Fortuna is committed to analyzing the risks and opportunities of climate change on our business activities, to integrating climate change factors into our long-term strategic planning and developing short-term tactical climate change action plans. Our approach to climate change management is guided by three key pillars, which align to the climate change factors that were identified in a Climate Change Materiality Assessment as having the greatest potential to influence our company’s value:

1. Reduce GHG emissions by promoting resource efficiency and increasing the use of renewable energy sources.
2. Build resilience to the physical risks of climate change at our operations and projects.
3. Continuously improve the performance of our governance and climate change action plans based on climate change science, regulatory and voluntary frameworks and international standards.

To support these pillars, Fortuna expects all directors, officers and employees to uphold our commitment to:

- Proactively assess options to increase our use of renewable energy sources and low carbon emission technologies to reduce our GHG emissions intensity in current and future operations, while also considering the strategic and controlled use of carbon offsets to complement our climate change action plans.
- Create an operating environment that incentivizes the adoption of efficient and innovative behaviors and solutions for the rational use of energy and resources.
- Build the capacity of employees who have direct responsibility for climate-related actions, including activities that can improve climate change awareness, effective decision making, energy efficiency and ultimately reduction of GHG emissions.
- Participate actively in our climate change governance framework to advance the overall success of our approach.

Climate Change Governance

Our climate change governance is supported by a robust framework that incorporates climate change factors into our decision-making, including Board oversight and senior management accountability. Therefore, we are committed to:

- Ensure that the Sustainability Committee of Fortuna's Board of Directors upholds responsibility for oversight of climate change factors.
- Designate the Senior Vice-President of Sustainability as accountable for identifying, assessing, managing and reporting on climate change factors to senior management and the Board of Directors on a regular basis.
- Empower the HSSEC Corporate Committee of Fortuna's Senior Management Members to take responsibility for the management and performance at operational level through the implementation of Fortuna's climate change action plans.

Climate Change Risks and Opportunities Management

Fortuna is committed to enhancing the integration of climate-related risks into our enterprise risk management processes to ensure that the unique nature of climate-related risks is appropriately considered and prioritized. We will identify and assess climate-related risks and opportunities over the short, medium, and long term. We will develop climate change action plans at the corporate level and at site level, based on risk and opportunity assessments.

Climate Change Metrics and Targets

Fortuna will monitor the performance of its climate change action plans using appropriate climate-related metrics and targets. We are committed to setting short-term and long-term GHG emissions reduction targets, as well as other climate-related targets as appropriate.

Climate Change Reporting and Disclosure

We will continue to align ESG and climate-related disclosure with the Sustainability Accounting Standards Board (SASB)'s Metals & Mining Sustainability Accounting Standard and the TCFD recommendations, enhancing alignment over time. We will strive to improve continuously our disclosure of decision-useful climate-related information over time.