

SILVERCORP METALS INC.

Procurement Policy

Silvercorp Metals Inc. ("**Silvercorp**" or the "**Company**") is committed to implementing a robust and responsible procurement process that aligns with our corporate values and sustainability goals. This policy outlines the principles and practices that guide our procurement activities, ensuring ethical, transparent, and efficient operations throughout our supply chain. The Company is dedicated to continuously improving procurement efficiency while fostering trust and cooperation with suppliers to support the sustainable development of the industry.

Responsible Procurement

- We comply with all applicable procurement policies, regulations, and standards in the relevant jurisdictions, ensuring that all procurement activities align with ethical, transparent, and fair procurement practices.
- We prioritize suppliers that meet social responsibility and ethical standards.
- We strictly avoid activities that may contribute to conflict, including procurement from conflict-affected and high-risk areas that could support illegal armed groups.
- We strictly oppose human rights violations within the supply chain and profiting from or providing support for such violations.

Green Procurement Practices

- We advocate and implement sustainable procurement strategies, prioritizing collaboration with suppliers that implement environmentally friendly measures and adhere to sustainable development principles.
- We encourage suppliers to adopt energy-saving, emission-reduction, and resource-recycling measures to collectively mitigate adverse environmental impacts.

Local Procurement

- We prioritize local suppliers where feasible, provided that they meet our quality and ethical standards.
- To ensure fairness and transparency in the local procurement process, we provide equal opportunities to all qualified local suppliers, avoiding any biases or discrimination.
- We have established stable and long-term relationships with local suppliers to foster mutual development through continuous collaboration.

Supplier Assessments

- We incorporate environmental and social impact factors into the supplier assessment criteria, establishing a comprehensive evaluation system to ensure high standards and quality among our partners.
- We require our suppliers to comply with all applicable laws and regulations, including labor laws, environmental regulations, and human rights protections.
- Suppliers identified with significant negative impacts during assessments will be required to take immediate corrective actions. Suppliers that fail to comply or whose corrective actions are insufficient will have their partnerships terminated and be removed from our supplier list.

Supplier Development Programs

- We have a supplier development program that clearly outlines goals and performance measures.
- We provide diverse support to suppliers, such as professional training sessions and communication seminars, to help them continuously enhance product quality and service levels.
- We track and evaluate our suppliers' performance to ensure that the development program is meeting expectations.

Scope of Application

The Procurement Policy applies to Silvercorp Metals Inc., its direct business activities, subsidiaries, and contractors. Silvercorp actively encourages our partners, including suppliers, service providers, consultants, agents, as well as potential partners for future due diligence, mergers and acquisitions, joint ventures, and other business partners, to comply with this policy.

We encourage our suppliers to uphold these standards throughout their supply chain to promote social responsibility across the entire supply chain.

This policy was reviewed and approved by the Board of Directors on March 26, 2025, and will be re-evaluated annually.