

INDEPENDENT LIMITED ASSURANCE REPORT TO THE MANAGEMENT OF CHIMET S.P.A. ON ITS 2020 REFINER'S COMPLIANCE REPORT FOR THE LONDON PLATINUM AND PALLADIUM MARKET'S RESPONSIBLE PLATINUM AND PALLADIUM GUIDANCE FOR THE YEAR ENDED DECEMBER, 31 2020

To the Board of Directors of
Chimet S.p.A.

We were engaged by Chimet S.p.A. (hereinafter "Chimet" or the "Refiner") to perform a limited assurance engagement of the accompanying Refiner's Compliance Report (the "Refiner's Compliance Report") prepared on the basis of London Platinum and Palladium Market (LPPM) Responsible Platinum and Palladium Guidance (version 2) for the year ended December 31, 2020.

Management's Responsibilities for the Refiner's Compliance Report

The management of Chimet is responsible for the preparation and presentation of the Refiner's Compliance Report for the year ended December 31, 2020 in accordance with the requirements LPPM Responsible Platinum and Palladium Guidance (the "Guidance") and for such internal control as management determines is necessary to enable the preparation of the Refiner's Compliance Report that is free from material misstatement, whether due to fraud or error.

The criteria identified by the management as relevant for demonstrating compliance with the Guidance are those described within the Refiner's Compliance Report.

Independence and quality control

We have complied with the independence and other ethical requirements of the Code of Ethics for Professional Accountants issued by the International Ethics Standards Board for Accountants, which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behaviour.

Our firm applies *International Standard on Quality Control 1 ("ISQC Italia 1")* and, accordingly, maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

In conducting our engagement, we confirm that we satisfy the criteria for assurance providers as set out in the LPPM Responsible sourcing Programme - Third Party Audit Guidance for ISAE 3000 Auditors (the "LPPM Audit Guidance") to carry out the assurance engagement.

Auditor's Responsibility

Our responsibility is to express a conclusion on the Refiner's Compliance Report based on the procedures performed. We conducted our work in accordance with "*International Standard on Assurance Engagements ISAE 3000 (Revised) – Assurance Engagements Other than Audits or Reviews of Historical Financial Information*" (hereinafter also "*ISAE 3000 Revised*"), issued by the *International Auditing and Assurance Standards Board* ("IAASB") for limited assurance engagements and the LPPM Audit Guidance. This standard requires that we plan and perform procedures in order to obtain limited assurance as to whether the Refiner's Compliance Report is free from material misstatement.

Our engagement has involved performing procedures to obtain evidence about the information included in the Refiner's Compliance Report. The procedures performed on Refiner's Compliance Report have been based on our professional judgement and have included inquiries, primarily with company personnel responsible for the preparation of information included in the Refiner's Compliance Report, analysis of documents, recalculations and other procedures aimed to obtain evidence as appropriate.

Specifically we carried out the following procedures:

- Inquiries with the management, even by mean of video-conference, to gain an understanding of Chimet's processes and risk management protocols in place and of internal control over the preparation of the Refiner's Compliance Report relevant to the engagement;
- Inquiries with relevant staff responsible, even by mean of video-conference, for the preparation of the Refiner's Compliance Report;
- Inquiries, even by mean of video-conference, for obtaining information about the production process and the process adopted by Chimet in order to comply with the requirements of the Guidance;
- Site visits to the Refiner's venue and operating sites for observing the production process and obtaining information on the process adopted by Chimet in order to comply with the requirements of the Guidance;
- Interviews, even through video-conference, and obtaining of supporting documentation in order to verify the consistency of the qualitative information included in the Refiner's Compliance Report with the available evidence;
- Review of a selection of the supporting documentation, including supplier counterparty due diligence file and transaction's documentation.

The procedures performed are less in extent than for a reasonable assurance engagement in accordance with ISAE 3000 Revised, and, therefore, do not enable us to obtain assurance that we would become aware of all significant matters that might be identified in a reasonable assurance engagement.

Inherent limitations

Information included in the Refiner's Compliance Report is subject to more inherent limitations than financial information, given the more qualitative characteristics of the subject matter and the methods used for determining such information. The absence of a significant body of established practice on which to draw allows for the selection of different but acceptable measurement techniques that can result in materially different measurements and can impact comparability.

The methods used by refiners to comply with the Guidance may differ. It is important to read the Chimet's supply chain policy available on Chimet's website www.Chimet.it.

Conclusion

Based on the procedures performed and evidence obtained, nothing has come to our attention that causes us to believe that the accompanying Refiner's Compliance Report for the year ended December 31, 2020 is not prepared, in all material respects, in accordance with the requirements of the LPPM Responsible Platinum and Palladium Guidance (version 2).

Emphasis of matter

We draw attention to the following information reported in the Refiner's Compliance Report related to the steps which resulted to be partially compliant with the Guidance and which describe processes and procedures in places and the upcoming improvements planned by the Refiner:

- "Step 2: Identify and assess risks in the supply chain" – Chimet, in order to fully comply with requirement 2.1 of the Guidance, will strengthen its risk assessment system explicitly defining and formalizing all the criteria considered in the risk analysis, in line with the updated Procedure. As a result, Chimet will also formalize the risk evaluation associated with each counterparty.
- "Step 3: Design and implement a management system to respond to identified risks" – Chimet, in order to fully comply with requirement 3.2 of the Guidance, will explicitly define and formalizing how to manage cases of potential risks identified.

Our conclusion is not modified in relation to these matters.

Restriction on Distribution and Use

The Refiner's Compliance Report is prepared in order to satisfy the terms of the Guidance. As a result, the Refiner's Compliance Report may not be suitable for another purpose. Accordingly this independent assurance report is intended solely for the management of Chimet in accordance with the terms of the engagement and is not to be used for another purpose or to be distributed, in whole or in part, to third parties, other than LPPM.

DELOITTE & TOUCHE S.p.A.



Monica Palumbo
Partner

Milan, Italy

March, 31 2021