



Annual Report on Fighting Against Forced Labour and Child Labour in Supply Chains (January 1, 2023 – December 31, 2023)

Carbon Streaming Corporation (“**Carbon Streaming**” or the “**Company**”) is committed to respecting human rights and stands against all forms of forced labour, child labour, modern slavery and human trafficking. Carbon Streaming seeks to safeguard against forced labour, child labour, modern slavery and human trafficking occurring in its supply chain or in any part of its business through the adoption of general and specific policies and procedures that guide the Company’s decision-making process and thereby serve to mitigate the risk of forced labour, child labour, modern slavery or human trafficking occurring in our business, operations or supply chain.

The *Fighting Against Forced Labour and Child Labour in Supply Chains Act* (the “**Act**”) requires certain governmental and larger private-sector entities, including Carbon Streaming, to submit an annual report regarding their supply chains, policies relating to forced and child labour, and steps taken to reduce forced and child labour. This report will also be available on Carbon Streaming’s website at <https://www.carbonstreaming.com>.

A. Structure, activities and supply chains

The Company was incorporated under the *Business Corporations Act* (British Columbia) on September 13, 2004. Effective June 15, 2020, the Company’s name was changed to “Carbon Streaming Corporation”. The Company has a subsidiary, 1253661 B.C. Ltd., a wholly owned corporation incorporated under the laws of British Columbia, and a 50% equity interest in Carbon Fund Advisors Inc., a private company incorporated under the laws of the State of Delaware. The registered office of the Company is located at Suite 1700, Park Place, 666 Burrard Street, Vancouver, British Columbia, Canada, V6C 2X8. The principal office of the Company is located at Suite 206, 2321 Fairview Street, Burlington, Ontario, Canada, L7R 2E3.

The Company’s publicly traded securities are listed on Cboe Canada (formerly the NEO Exchange), the Frankfurt Stock Exchange and trade on the OTC Markets. As of the date of this report, the Company has 13 employees. The Company also employs a number of consultants from time to time to assist with various aspects of the administration of its business.

Carbon Streaming is a carbon credit streaming and royalty company focused on creating shareholder value primarily through the acquisition and sale of carbon credits. We provide capital to carbon projects globally, primarily by entering into or acquiring streaming, royalty or royalty-like arrangements for the purchase of carbon credits from the underlying project and then generate cash flow from the sale of these carbon credits. Through the use of these financing arrangements, Carbon Streaming’s strategic interests are aligned with our project partners, so we are able to source high integrity projects that advance global climate action and additional United Nations Sustainable Development Goals (“**UN SDGs**”). This helps position Carbon Streaming as a trusted source for buyers seeking high quality carbon credits. Carbon Streaming’s aim is to accelerate a net-zero future by making an impact with the Company’s capital and facilitating immediate climate action. The Company currently has carbon credit streams and royalties related to over 20 projects around the world, including high-integrity removal and avoidance projects from nature-based, agricultural, engineered and community-based methodologies.

Carbon Streaming does not own any carbon projects, nor does it exercise operational control over any such operations. Carbon Streaming enters into agreements to receive carbon credits pursuant to its streaming arrangements, which credits are then sold to intermediaries in the global voluntary carbon markets, or royalties payable in respect of sales of carbon credits from carbon projects,

Carbon Streaming has limited suppliers of office supplies for its corporate operations. Carbon Streaming regularly retains legal, technical, environmental and other consultants who provide information and advice to the Company to support and supplement its due diligence when evaluating carbon credit stream and royalty opportunities.

B. Policies and due diligence processes in relation to forced labour and child labour

Due diligence process and procedures

Given that Carbon Streaming does not own any carbon credit projects and does not exercise operational control over such projects, Carbon Streaming believes that the most critical time for assessing and mitigating risks, including labour risks, relating to an asset is at the outset, prior to entering into carbon credit streaming or royalty agreements.

In connection with proposed acquisitions, investments or streaming or royalty arrangements that Carbon Streaming undertakes or wishes to undertake, the management team of Carbon Streaming conducts, together with the assistance of independent consultants, due diligence investigations that it deems reasonable and appropriate based on the facts and circumstances applicable to each acquisition, investment or streaming or royalty arrangement. As part of conducting such due diligence investigations, the Company is required to evaluate important and complex business, environmental, financial, tax, accounting, regulatory, technical and legal issues. Outside consultants, legal advisors, accountants and investment banks may be involved in the due diligence process in varying degrees depending on the type of proposed investment. This multidisciplinary due diligence review involves utilizing the experience of the Company's management team and also leverages the oversight and involvement of the Company's Board of Directors and the Company's Investment Committee to evaluate risks specific to a carbon credit project. If forced labour or child labour are identified in the Company's due diligence processes, this would result in the Company's decision not to proceed with an opportunity.

Policies

Carbon Streaming has adopted policies that either directly or indirectly relate to forced labour or child labour in respect of its business and operations.

As noted earlier in this report, the Company is committed to respecting human rights and stands against all forms of modern slavery and human trafficking. While there are modern slavery risks associated with having investments in countries ranked by the Global Slavery Index as having an increased prevalence of modern slavery, given that the nature of our business means that our workforce and those of Carbon Streaming's project partners consist largely of skilled, tertiary qualified and/or experienced individuals, we consider that the overall risk that the Company's business has caused or contributed to modern slavery to be low. Regardless, the Company seeks to safeguard against modern slavery and human trafficking occurring in its supply chain or in any part of its business through the adoption of general and specific policies and procedures that guide the Company's decision-making process and thereby serve to mitigate the risk of modern slavery occurring in our business, operations or supply chain.

The most pertinent policy that describes the steps the Company takes to prevent and reduce the risk that forced labour or child labour is used in connection with its business is its Code of Business Conduct & Ethics, which is intended to document the principles of conduct and ethics to be followed by all employees, officers, directors, agents, consultants and contractors, or any other person working for the Company. The Code of Business Conduct & Ethics presents the minimum moral and ethical standard of conduct required for the Company's personnel. The Code of Business Conduct & Ethics sets out the Company's commitment to the following, among others: (i) promote honest and ethical conduct, including the ethical handling of actual or apparent conflicts between personal and professional interests; (ii) promote avoidance of conflicts of interest; (iii) promote compliance with applicable governmental laws, rules and regulations; (iv) promote accountability for adherence to the Code of Business Conduct & Ethics; (v) promote respect for local communities and customs; (vi) avoid discrimination and nepotism; (vii) promote a positive work environment and atmosphere; (viii) promote compliance with laws applicable in the jurisdictions in which the Company

operates; (ix) provide guidance to personnel to help them recognize and deal with ethical issues; and (x) help foster a culture of honesty and accountability within the Company.

The Code of Business Conduct & Ethics also contains specific provisions in respect of supplier and customer relationships. The Company selects its suppliers, consultants and contractors in a non-discriminatory manner based on quality, cost and service. Decisions must never be based on personal interests or the interests of family members or friends. All personnel are required to conduct themselves in a business-like manner that promotes equal opportunity and prohibits discriminatory practices. The Code of Business Conduct & Ethics also incorporates specific provisions on human rights and emphasizes that the Company does not tolerate human rights abuses and is committed to sustainable and responsible business practices in the conduct of its business activities.

Additional policies adopted by the Company that directly or indirectly relate to the elimination of forced labour or child labour include its Anti-Bribery and Anti-Corruption Policy and Whistleblower Policy. These and the other policies referenced in this report can be found on Carbon Streaming's website at <https://www.carbonstreaming.com>.

C. Steps taken to prevent and reduce the risk that forced labour or child labour is used at any step of the production of goods in Canada or elsewhere, or of goods imported into Canada, by Carbon Streaming

Carbon Streaming has not identified any forced labour or child labour in its activities and supply chains. As mentioned earlier in this report, Carbon Streaming currently does not operate any of the carbon projects in which it has carbon credit streaming, royalty or other interest, and as such, does not directly produce or import goods in connection with its business.

Notwithstanding, in addition to the policies and due diligence measures outlined earlier in this report, when negotiating all new streaming and royalty investments, the Company includes provisions to afford the Company with access to ongoing reporting in respect of a project, audit and inspection rights, and security and remedies. Additionally, Carbon Streaming includes operating covenants (e.g. requirements for operators to conduct operations in accordance with responsible practices and applicable laws) and transfer restrictions in its agreements, intended to ensure that the Company remains partnered with responsible actors when it comes to labour-related issues.

Carbon Streaming is also a corporate participant of the United Nations Global Compact (the "UNGC"), the world's largest corporate sustainability initiative, whereby the Company is required to submit, on an annual basis, a "Communication on Progress" describing the practical actions that the Company has taken and the qualitative and quantitative results of the Company in furtherance of the UNGC's Ten Principles, which includes (i) the elimination of all forms of forced and compulsory labour (Principle 4) and (ii) the effective abolition of child labour (Principle 5). The Company is in good standing and has committed to annually submitting its "Communication on Progress", the first of which was due in Q1 2024. Carbon Streaming is also a member of Canadian Business for Social Responsibility.

These commitments have allowed Carbon Streaming to learn from and contribute to the community while strengthening the quality of our business decisions and commitment to sustainable business practices. The Company has also previously published a Sustainability Report (2022) which is available on Carbon Streaming's website at <https://www.carbonstreaming.com>.

D. Parts of Carbon Streaming's business and supply chains that carry a risk of forced labour or child labour being used and the steps taken to assess and manage that risk

As noted earlier in this report, Carbon Streaming currently does not operate any of the carbon projects in which it has carbon credit streaming, royalty or other interest and as such does not directly produce or import goods. Carbon Streaming has also not identified any forced labour or child labour in its activities and supply chains and considers that there is a low risk of forced labour or child labour in its current supply chains given their nature, and the limited size and scope of such supply chains. However, Carbon Streaming recognizes its business model is dependent on the carbon industry operating in a responsible fashion and actively

supports the industry in its efforts and initiatives and also has policies in place to mitigate related risks, as outlined above.

E. Measures taken to remediate any forced labour or child labour

As Carbon Streaming has not identified any forced labour or child labour or material risks of forced labour or child labour in its activities and supply chains, no specific measures are required or have been undertaken.

F. Measures taken to remediate the loss of income to the most vulnerable families that results from any measure taken to eliminate the use of forced labour or child labour in Carbon Streaming's activities and supply chain

As Carbon Streaming has not identified any forced labour or child labour in its activities and supply chains, no specific measures are required or have been undertaken.

G. Training provided to employees on forced labour and child labour

Directors, officers and employees are required to acknowledge in writing and certify compliance with Carbon Streaming's key corporate policies. As discussed above, these policies address the use and elimination of forced labour and child labour.

H. How Carbon Streaming assesses its effectiveness in ensuring that forced labour and child labour are not being used in its business and supply chains

As Carbon Streaming has not identified any forced labour or child labour or material risks of forced labour or child labour in its activities and supply chains, a formal assessment process with regards to the Company's effectiveness in ensuring that forced labour and child labour are not being used in Carbon Streaming's business and supply chains has not been implemented at this time.

The Company will consider implementing measures to assess their effectiveness in managing such risks, should the Company's assessment of such risks change.

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BOARD APPROVAL AND ATTESTATION BY CARBON STREAMING CORPORATION

In accordance with the requirements of the Act, and in particular section 11 thereof, I attest that the Board of Directors of Carbon Streaming Corporation has approved this report and that I have reviewed the information contained herein. Based on my knowledge, and having exercised reasonable diligence, I attest, on behalf of Carbon Streaming Corporation, that the information in the report is true, accurate and complete in all material respects for the purposes of the Act, for the reporting year listed above.

CARBON STREAMING CORPORATION

(signed) "Justin Cochrane"

Name: Justin Cochrane
Title: President
I have authority to bind Carbon Streaming Corporation

May 31, 2024