

2021

Tax Transparency and Contributions to Government Report



FIRST QUANTUM
MINERALS LTD.



ABOUT FIRST QUANTUM

First Quantum Minerals Ltd. (“**First Quantum**” or the “**Company**”) is a global mining company primarily producing copper and nickel, with secondary production in gold and silver. Our principal activities include mineral exploration, mine engineering and construction, and mining operations. First Quantum is committed to extracting resources responsibly and sustainably and is focused on making a long lasting positive impact in the communities in which it operates.

Beginning with the 1996 purchase of a mining licence in Zambia to reprocess tailings from past mining activities, First Quantum has grown to be one of the world’s top 10 copper producers. Today, our assets and operations span nine countries across five continents. Our operations are currently located in Zambia, Panama, Australia, Mauritania, Spain, Turkey and Finland. We also have advanced exploration projects in Argentina and Peru.

Our projects are summarized on the next page.



Corporate Offices

Vancouver (Registered office),
Toronto, London, Perth, Johannesburg

Ownership

Publicly traded company

Exchange Listings

Common Shares
Toronto Stock Exchange (FM)



OPERATING PROJECTS

Name of project	Ownership interest	Location	Project description
Kansanshi	80%	Zambia	The Kansanshi copper-gold mine in Zambia has been our flagship operation since 2005. Since we started production at Kansanshi opening in 2005, we have installed several expansions, and the operation is now capable of producing up to 200,000 tonnes of copper and more than 120,000 ounces of gold per year. Once the S3 expansion is completed, copper production from Kansanshi is expected to average approximately 250,000 tonnes per annum for the remaining life of mine to 2044.
Sentinel	100%	Zambia	Constructed over four years from 2012, Sentinel represents US\$2.1 billion of investment - Zambia's largest infrastructure investment since the Kariba Dam was constructed in 1959. The plant has capacity to treat 62 million tonnes of ore to produce 270,000 to 300,000 tonnes of copper per annum. At planned throughput rates the remaining life of mine is approximately 13 years.
Cobre Panama	90%	Panama	With 3 billion tonnes of proven and probable reserves, Cobre Panama is one of the largest new copper mines opened globally in the past decade. Commercial production started in 2019. In 2021 the plant produced 331,000 tonnes of copper, along with gold, silver and molybdenum. Expansion of the process plant facilities and related infrastructure is underway to support a 100 Mtpa throughput with copper production ramping up to 400,000 tonnes per annum. As at the end of December 2021, the remaining mine life is 34 years.
Ravensthorpe	70%	Australia	The Ravensthorpe project is an open-pit nickel mine and primary processing plant located in Western Australia. Ravensthorpe achieved commercial production in December 2011. Its operations was expanded by mining activities commencing at Shoemaker-Levy in 2021. The mine is estimated to have a remaining life of 19 years. Production in the first five years is expected to be an average of 30,000 tonnes of nickel per annum.
Guelb Moghrein	100%	Mauritania	Guelb Moghrein is one of the biggest external investments in Mauritania. A final cutback of the main pit was approved and commenced in 2021. The remaining life of mine is currently 3-4 years.
Las Cruces	100%	Spain	Las Cruces is a high grade open-pit copper mine and hydrometallurgical plant located in Southern Spain. Mining of the secondary orebody in the open pit was completed in August 2020. In 2022 the work will mainly be focused on rehabilitation activities and mining the tailings installation. The Las Cruces underground project is awaiting board approval, which is not expected until early 2023.
Çayeli	100%	Turkey	The Çayeli mine is an underground copper and zinc operation in north eastern Turkey. Since 1994, Çayeli has produced copper and zinc concentrates. It has the capacity to mine and process 1.3 million tonnes of ore per annum. At currently projected processing throughput rates, the remaining life of mine is expected to be 4 years.
Pyhäsalmi	100%	Finland	The Pyhäsalmi mine is an underground copper, zinc and pyrite mine located in central Finland. The project has reached the end of its mine life. Mine closure plans, including dismantling and earthworks, are being planned in accordance with legal requirements and best practice. Production of pyrite will continue until 2027, based on reclaiming pyrite from tailings.

Note: First Quantum Mining and Operations Limited (“FQMO”) is engaged in providing mining services to the Kansanshi and Sentinel projects in Zambia. FQMO by itself is not a party to a mining license. Since FQMO provides services to both projects in Zambia, it is reported as the FQMO project in this report as if it was its own project.

DEVELOPMENT AND EXPLORATION PROJECTS

Name of project	Ownership interest	Location	Project description
Enterprise	100%	Zambia	Enterprise is a stand-alone nickel orebody in the south-west of the Trident license area. When fully operational, Enterprise is expected to produce an average of 30,000 tonnes of nickel in high-grade concentrate per year over an 11-year mine life.
Taca Taca	100%	Argentina	Taca Taca is a high-potential copper-gold-molybdenum porphyry deposit in an advanced exploration phase. The recovered copper is expected to reach a peak of approximately 275,000 tonnes within the first ten years of operations. Once constructed, the project is estimated to have a mine life of 32 years.
Haquira	100%	Peru	Haquira is one of the world’s major undeveloped copper deposits with excellent potential for a large-scale copper mine. When fully operational, the Haquira Project has the potential to produce more than 200,000 tonnes of copper a year.





2021 AT A GLANCE

PRINCIPAL PRODUCTS
Copper, Nickel,
Gold and Silver

SALES REVENUES
\$7,212
million

COPPER PRODUCTION
816,435
tonnes

EMPLOYEES
17,845

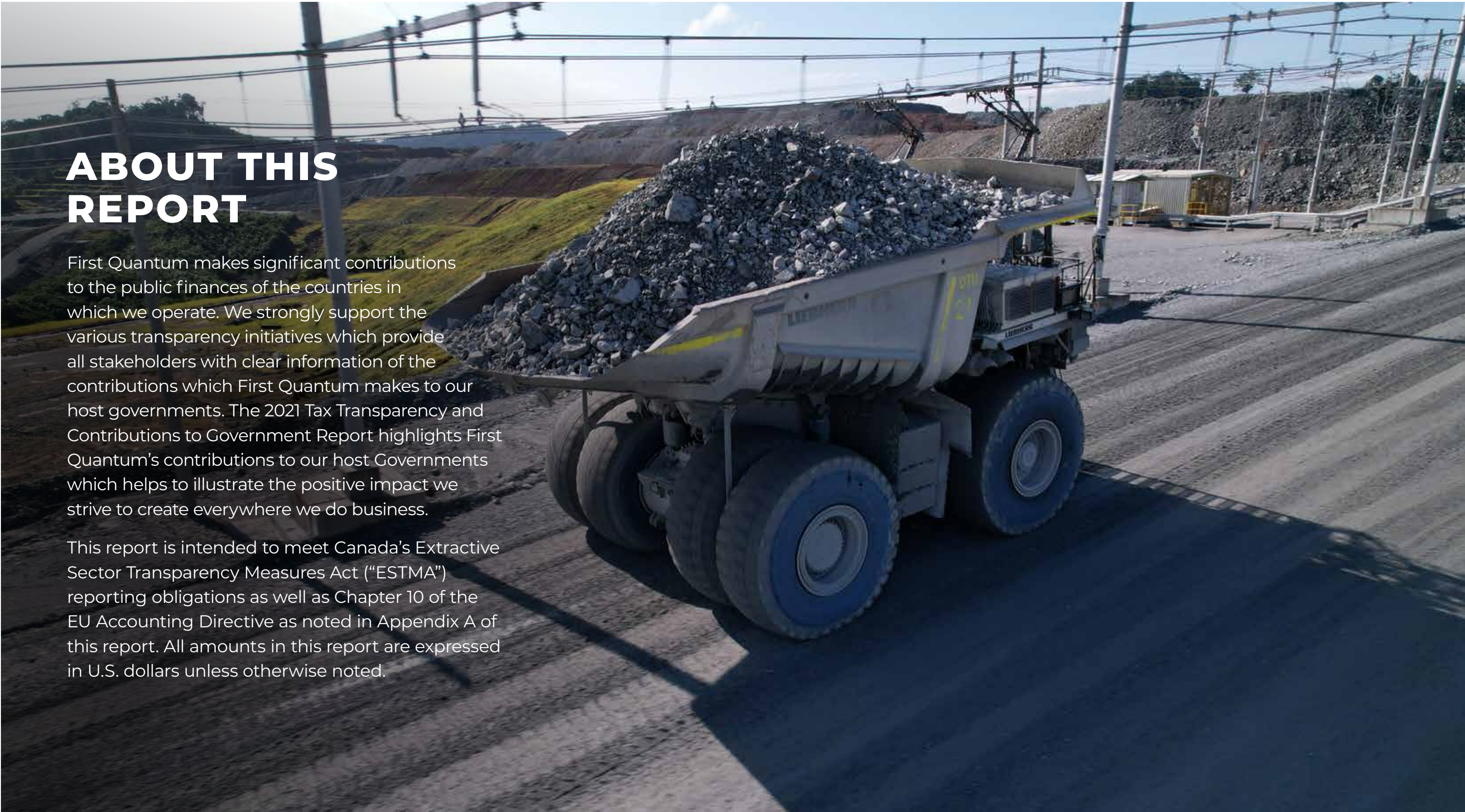




ABOUT THIS REPORT

First Quantum makes significant contributions to the public finances of the countries in which we operate. We strongly support the various transparency initiatives which provide all stakeholders with clear information of the contributions which First Quantum makes to our host governments. The 2021 Tax Transparency and Contributions to Government Report highlights First Quantum’s contributions to our host Governments which helps to illustrate the positive impact we strive to create everywhere we do business.

This report is intended to meet Canada’s Extractive Sector Transparency Measures Act (“ESTMA”) reporting obligations as well as Chapter 10 of the EU Accounting Directive as noted in Appendix A of this report. All amounts in this report are expressed in U.S. dollars unless otherwise noted.





MESSAGE FROM OUR CHIEF FINANCIAL OFFICER

On behalf of the Board, I am pleased to present First Quantum’s *Tax Transparency and Contributions to Government Report* for 2021.



Hannes Meyer
Chief Financial Officer



This report has been prepared in accordance with Canada’s *Extractive Sector Transparency Measures Act* (“**ESTMA**”) and Chapter 10 of the *EU Accounting Directive*, and is intended to provide transparency in relation to First Quantum’s tax and economic contributions made in the countries that we operate.

The global COVID-19 pandemic continued to present challenges in 2021. We remain committed to providing support for our local communities and governments during these challenging times. First Quantum has been very active in supporting government of our host countries with supplies and emergency livelihood packages into surrounding communities. The Company also provided testing and medical equipment and assisted with the construction of COVID-19 isolation facilities for the community.

⬆ 44%

\$1.56bn

TOTAL DIRECT CONTRIBUTIONS
TO GOVERNMENTS

We also launched initiatives to support the government in providing improved access to essential health services to the communities around our mines through schools and health facilities, as we seek to improve the health of our host communities.

Despite the ongoing challenges of the global pandemic, record annual copper production was achieved during the year ended December 31, 2021, with total copper production at 816,435 tonnes, representing a 5% annual increase from the prior year. The record achievement was mainly attributable to the strong operational performance at Cobre Panama, which more than offset the production decreases seen at Sentinel, Kansanshi and other sites.

Cobre Panama had several milestone achievements during the year, leading up to a record annual copper production of 331,000 tonnes for the year, up 61% from 2020. Copper production at our Zambian sites, Sentinel and Kansanshi, saw an annual decline of 7% and 9%, respectively, compared to the prior year. Kansanshi achieved copper production of 202,159 tonnes in 2021, 19,328 tonnes lower than prior year due to lower grades as well as throughput. At Sentinel, copper

production for the year was 232,688 tonnes, 18,528 tonnes lower than prior year due to lower grades. All our other operations performed to expectations, achieving consolidated copper production of 50,588 tonnes for the full year.

Our record annual copper production coupled with the benefit from continued strong copper prices has enabled us to make significantly higher direct contributions to governments of \$1.56 billion, an increase of 44% on 2020.

In 2021, our contributions under ESTMA reporting amounted to \$920 million, an increase of more than 78% when compared to 2020. The increased contributions are mostly attributable to record-breaking production at Cobre Panama and strong contribution from Kansanshi and Sentinel, and overall higher commodity prices.

In addition to the \$920 million ESTMA reportable payments, we also report payments in respect of consumption and import taxes, payroll taxes, withholding taxes, CSR and infrastructure that are outside the scope of ESTMA reporting. In 2021, our additional reported payments totalled \$643.6 million, which includes \$72.1 million in tax payments made to the Zambian and Turkish governments via offset of VAT refundable. Also included are Zambian VAT payments of \$240.3 million, the refund of which has been significantly delayed and not refunded in 2021.

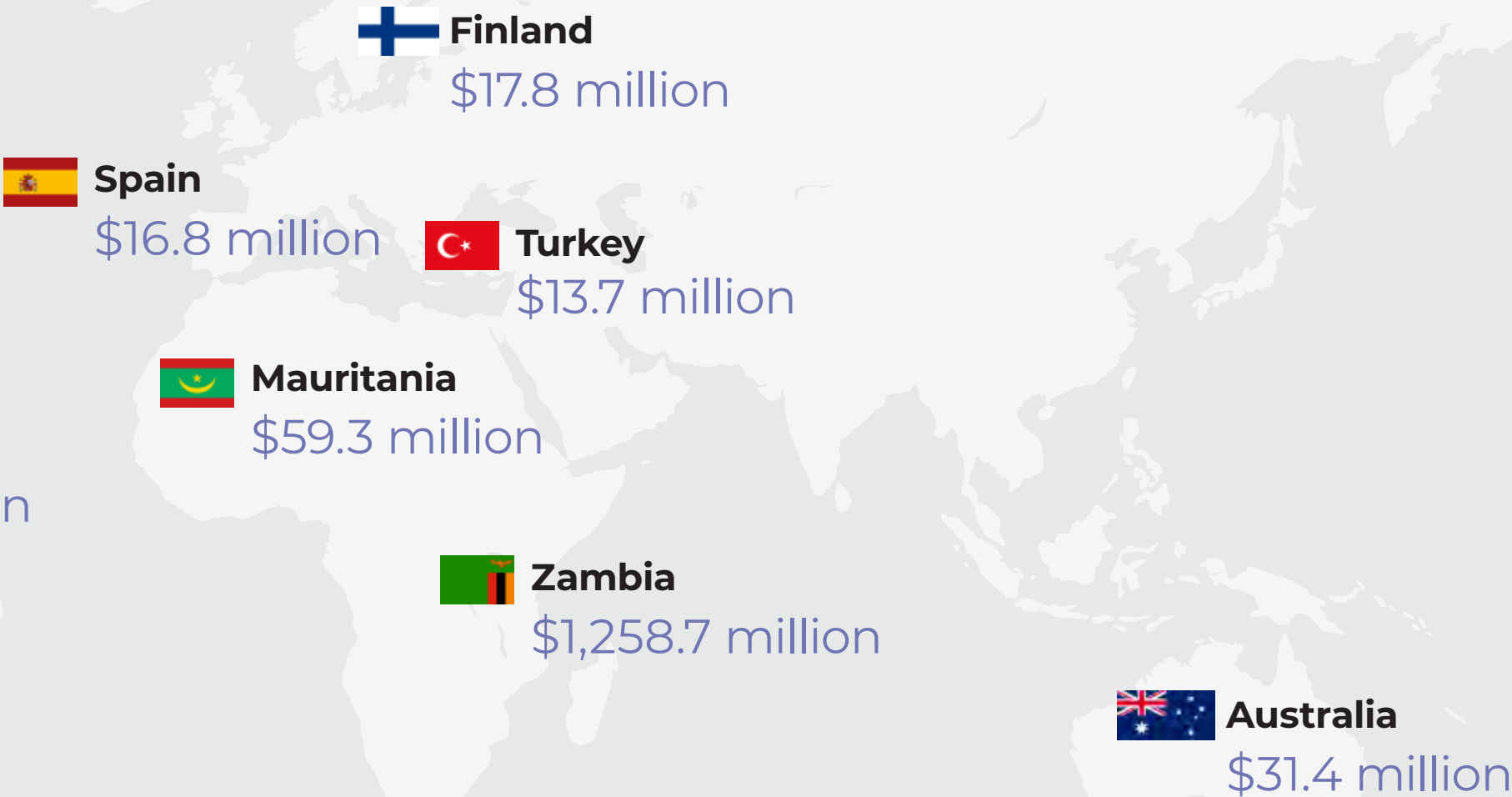
We, at First Quantum, remain committed to conducting our operations in a transparent and responsible manner that complies with our legal and regulatory obligations and responsibilities to our communities across the world.



OUR GLOBAL ECONOMIC CONTRIBUTION 2021

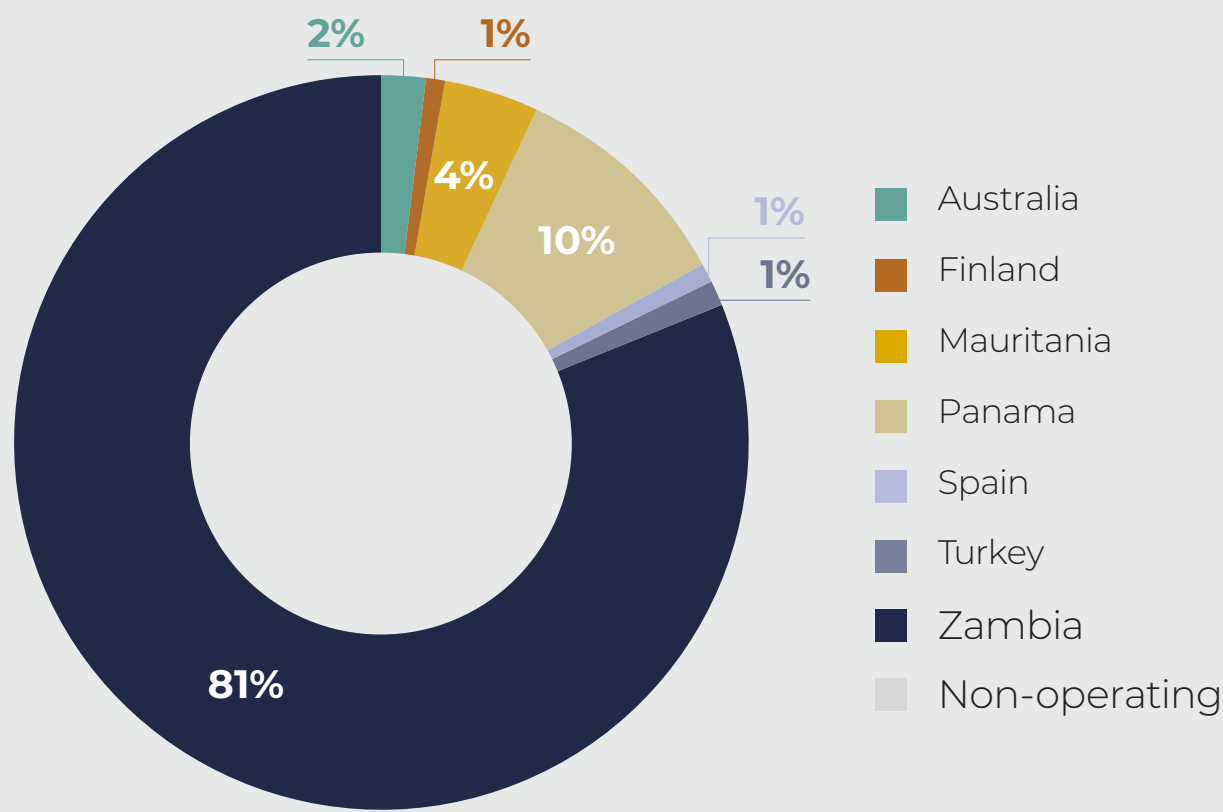
\$1.56bn

 **Non-Operating**
\$3.6 million

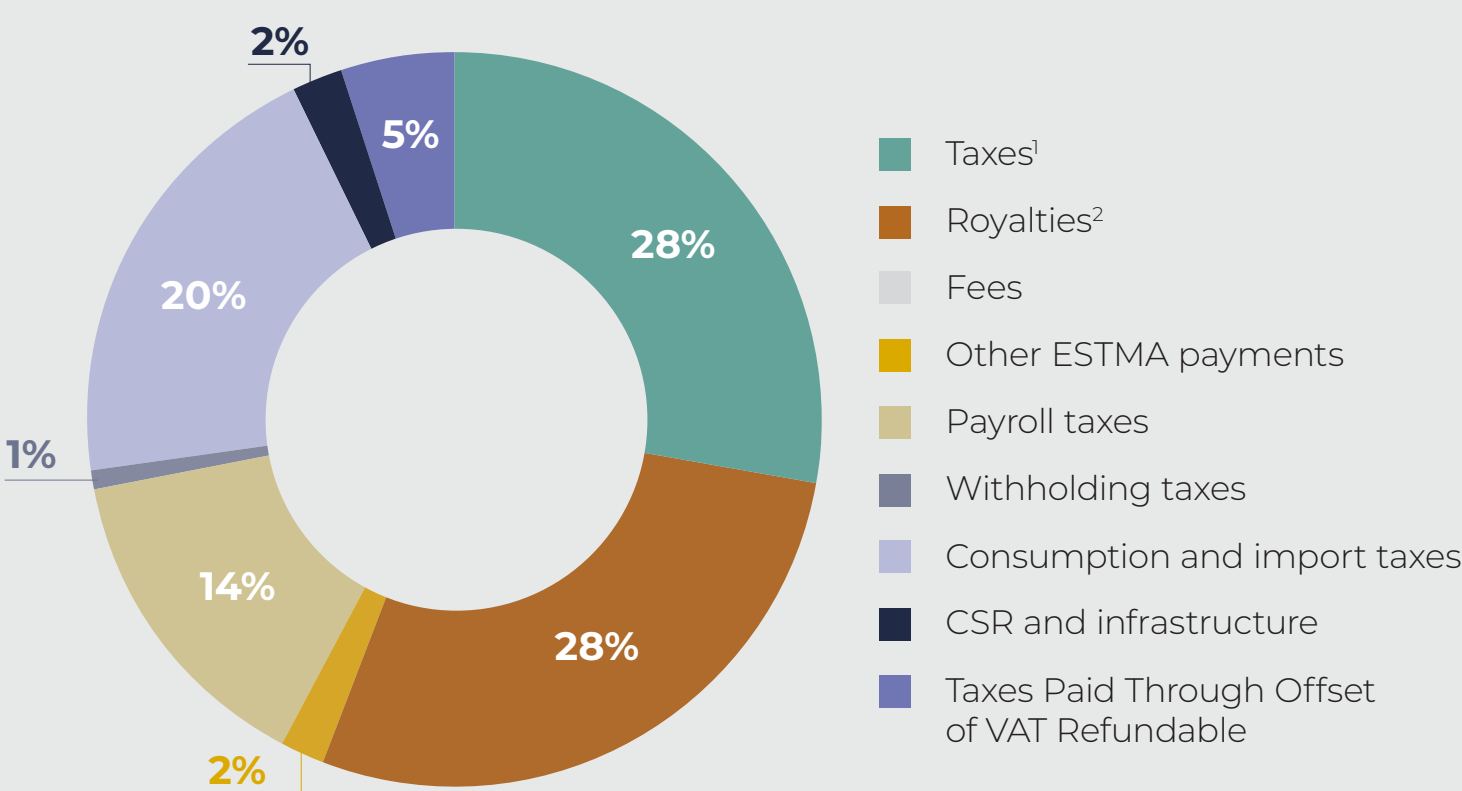


2021 TAX TRANSPARENCY AND CONTRIBUTIONS TO GOVERNMENT REPORT

TOTAL BY COUNTRY 2021



TOTAL BY CATEGORY 2021



¹ Please refer to page 19 (Basis of Report) for the meaning of this term.
² Ibid.

2021 TAX TRANSPARENCY AND CONTRIBUTIONS TO GOVERNMENT REPORT

Country	Project Name	Taxes	Royalties	Fees	Other ESTMA Payments	Total ESTMA Payments ¹	Payroll Taxes ²	Withholding Taxes	Consumption and Import Taxes ³	CSR and Infrastructure ⁴	Taxes Paid Through Offset of VAT Refundable ⁵	Total Contribution
Argentina	Taca Taca	300 905	–	195 424	–	496 329	188 686	–	186 456	–	–	871 471
Australia	Ravensthorpe	1 636 690	9 730 632	277 454	644 490	12 289 265	14 510 413	3 913 617	–	727 405	–	31 440 700
Chile	Various early stage exploration	159 880	–	–	–	159 880	207 344	–	–	–	–	367 224
Finland	Pyhäsalmi	7 563 046	–	–	–	7 563 046	2 600 563	–	7 626 388	34 166	–	17 824 163
Mauritania	Guelb Moghrein	36 695 041	9 321 724	–	–	46 016 765	8 596 193	–	4 092 123	575 624	–	59 280 705
Panama	Cobre Panama	–	36 951 109	5 671 983	–	42 623 092	101 808 416	220 514	71 177	17 329 507	–	162 052 706
Peru	Haquira	–	–	673 958	–	673 958	433 880	3 353	471 576	792 587	–	2 375 355
Spain	Las Cruces	10 211 573	–	79 221	473 258	10 764 051	5 798 840	108 171	–	125 250	–	16 796 312
Turkey	Çayeli	5 577 377	2 545 669	–	–	8 123 046	1 888 819	160 807	79 831	153 168	3 250 766	13 656 437
Zambia	FQMO	24 241 480	–	26 665	–	24 268 145	24 530 838	1 278 956	32 359 342	1 457 118	11 786 093	95 680 492
Zambia	Kansanshi	219 671 884	187 640 498	23 122	36 800 000	444 135 505	28 637 723	4 101 676	116 151 896	5 427 354	55 250 159	653 704 313
Zambia	Sentinel	124 080 610	198 423 143	109 882	–	322 613 635	22 899 877	11 324 451	146 979 009	3 690 286	1 810 002	509 317 260
Total		430 138 485	444 612 775	7 057 709	37 917 748 ⁶	919 726 717	212 101 593	21 111 546	308 017 797	30 312 464	72 097 020	1 563 367 137

1

Relates to payments reportable under ESTMA.

2

Includes employer and employee burden.

3

This figure only includes VAT that is non-refundable and import taxes, except for Zambia where the amount also includes \$240.3m refundable VAT remitted in 2021 and pending repayment. The Company's Zambian operations have continued to accrue VAT receivable amounts with minimal cash refunds received or offsets to other tax liabilities approved. The inclusion of the 2021 VAT in Zambia reflects the risk that VAT repayments owed to the Company have been significantly delayed.

4

This figure includes CSR directly to communities and infrastructure improvement payments where the primary user is the Company.

5

Taxes are reported net of credits, offsets or refunds. The taxes (including corporate income taxes, payroll taxes, VAT, withholding taxes and customs) paid by way of offsetting VAT refunds owing to the Company are presented separately to illustrate non-cash contributions. The offsets received in relation to the Company's Zambian operations relate to VAT refunds outstanding from prior years.

6

The \$37.9 million other ESTMA payments is comprised of \$1.1 million ESTMA reportable donations paid to various payees, and dividends of \$36.8 million paid to ZCCM Investments Holdings Plc (a company majority owned by the Republic of Zambia).



OUR 2021 SOCIAL CONTRIBUTIONS – ZAMBIA

9 200
TONNES OF MAIZE GROWN IN
2021 BY CONSERVATION FARMERS

40 000
FARMERS TRAINED TO DATE

7 700
DAILY MEALS

42 000
STUDENTS ENGAGED THROUGH
RADIO SCHOOLING PROGRAM

250
STUDENTS AND INTERNS
SPONSORED

2 000
ENTREPRENEURS TRAINED

Kansanshi has been our flagship operation since 2005, located near Solwezi, in the North Western Province of Zambia. Kansanshi employs almost 5,000 people, primarily Zambians, and utilizes state-of-the-art technology to extract copper and gold from three different ore types with a 23-year remaining mine life.

Sentinel achieved commercial production in 2016, located 150 km west of Solwezi. Sentinel represents US\$2.1 billion of investment – Zambia’s largest infrastructure investment since the Kariba Dam was constructed in 1959. The operation is based on sophisticated technology – including the world’s largest steel-ball mills and the world’s largest semi-mobile rope shovels. Sentinel employs more than

6,000 people, primarily Zambians, with a 13-year remaining mine life.

Enterprise nickel project is located 12 km away from our Sentinel copper mine. The project benefits from close proximity and synergies with Sentinel. The nickel process plant was completed in 2016 and is integrated with the Sentinel copper circuit so that it can produce additional copper concentrate when not producing nickel. Collectively, the Sentinel Mine and the Enterprise development project (when constructed) is referred to as the “Trident Project”. The Enterprise project is a low-cost, high-grade nickel sulphide project with projected annual nickel production of 30 thousand tonnes over an 11-year mine life. It is expected that the project will come online in 2023. Subject to Board approval to develop,

this project will place First Quantum as a top 10 global nickel producer.

In the year the Company has supported various programs in Zambia including, but not limited to:

- **Conservation farming** – teach nearly 40,000 local farmers basic business principles and their application to high-value crop farming as a sustainable source of income.
- **School meals** – providing daily meals to 7,700 undernourished schoolchildren leading to improve attention spans and on average 30% gain in academic performance.
- **West Lunga Conservation Project** – invested \$5 million towards conservation and wildlife activities and supports up to 50 endemic plant species.



OUR 2021 SOCIAL CONTRIBUTIONS – PANAMA

200

LOCAL FARMERS PART OF
THE DONLAP INITIATIVE

500

COVID-19 TESTS TO THE MIGUEL
DE LA BORDA HEALTH CENTER

\$4.3m

FOR THE CONSTRUCTION OF
THE INDUSTRIAL PROFESSIONS
TRAINING CENTER

Cobre Panama is our newest operation, located in Colon Province, 120 km west of Panama City. Cobre Panama employs more than 7,000 people, primarily Panamanians, and utilize state-of-the-art technology and infrastructure to extract copper with world-class efficiency with a 34-year remaining mine life. Cobre Panama achieved commercial production in 2019 and cost \$6.7 billion to construct, representing the largest investment in Panama since the Panama Canal.

In the year the Company has supported various programs in Panama including, but not limited to:

- **Gorgas Memorial Institute** – sponsored the medical research institution that has been dedicated for more than 80 years on investigating diseases in the tropics and preventative

medicine. In April 2021, the Gorgas COVID-19 Institute was opened and now provides advanced genetic sequencing of coronavirus samples to help track its mutation and spread in the country.

- **The Association of Donoso and La Pintada Producers (DONLAP)** – purchased \$2 million of produce from DONLAP, made up of nearly 200 local farmers and several dozen small groups.
- **Training** – invested \$4.3 million to construct the Industrial Professions Training Center of Cobre Panama. Currently training 40 students of which 30% are women. First Quantum provides tuition, transportation and a monthly stipend.
- **Reforestation Plan** – committed to reforestation of 10,475 hectare (7,375 hectare outside the mine footprint and 3,100 within the mine footprint).



EXTRACTIVE SECTOR TRANSPARENCY MEASURES ACT

ANNUAL REPORT

Reporting Entity Name	First Quantum Minerals Ltd.					
Reporting Year	From	1/1/2021	To	12/31/2021	Date Submitted	May 27, 2022
Reporting Entity ESTMA Identification Number	E332692		Original Submission ☒		Amended Report ☐	
Other Subsidiaries Included (optional field)	FQM Australia Nickel Pty Ltd., First Quantum Mining & Operations Limited, Kalumbila Minerals Limited, Kansanshi Mining Plc, Mauritanian Copper Mines S.A., Pyhäsalmi Mine Oy, Çayeli Bakir Isletmeleri A.S., Cobre Las Cruces S.A., Minera Panama S.A., Minera Antares Peru S.A.C., Corriente Argentina S.A., FQM Exploration (Chile) S.A.					
Not Consolidated						
Not Substituted						
Attestation by Reporting Entity						
In accordance with the requirements of the ESTMA, and in particular section 9 thereof, I attest I have reviewed the information contained in the ESTMA report for the entity(ies) listed above. Based on my knowledge, and having exercised reasonable diligence, the information in the ESTMA report is true, accurate and complete in all material respects for the purposes of the Act, for the reporting year listed above.						
Full Name of Director or Officer of Reporting Entity	Hannes Meyer		Date	May 26, 2022		
Position Title	Chief Financial Officer					

EXTRACTIVE SECTOR TRANSPARENCY MEASURES ACT

ANNUAL REPORT

Reporting Year	From	1/1/2021	To	12/31/2021	
Reporting Entity Name	First Quantum Minerals Ltd.		Currency of the Report		USD
Reporting Entity ESTMA Identification Number	E332692				
Subsidiary Reporting Entities (if necessary)					

PAYMENTS BY PAYEE

Country	Payee Name ¹	Departments, Agency, etc... within Payee that Received Payments ²	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid to Payee	Notes ^{3,4}
Argentina	Government of Argentina	Federal Administration of Public Income	300 905	–	–	–	–	–	–	300 905	
Argentina	Province of Salta	Mining Secretary	–	–	94 864	–	–	–	–	94 864	
Argentina	Municipality of Tolar Grande		–	–	100 560	–	–	–	–	100 560	
Australia	Shire of Ravensthorpe		685 609	–	–	–	–	–	–	685 609	
Australia	State of Western Australia	Department of Mines, Industry Regulation & Safety	824 138	9 206 706	178 209	–	–	–	–	10 209 052	
Australia	State of Western Australia	Department of Environment Regulation	–	–	81 348	–	–	–	–	81 348	
Australia	State of Western Australia	Department of Finance	126 943	–	–	–	–	–	–	126 943	

EXTRACTIVE SECTOR TRANSPARENCY MEASURES ACT
ANNUAL REPORT CONTINUED

PAYMENTS BY PAYEE

Country	Payee Name ¹	Departments, Agency, etc... within Payee that Received Payments ²	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid to Payee	Notes ^{3,4}
Australia	State of Western Australia	Department of Transport	–	–	17 897	–	–	–	–	17 897	
Australia	South West Aboriginal Land and Sea Council		–	–	–	–	644 490	–	–	644 490	
Australia	Equity Trustees Wealth Services Limited		–	523 926	–	–	–	–	–	523 926	
Chile	Government of Chile	General Treasury of the Republic	159 880	–	–	–	–	–	–	159 880	
Finland	Government of Finland	Finnish Tax Administration	7 563 046	–	–	–	–	–	–	7 563 046	
Mauritania	Government of Mauritania	Ministry of Finance	36 695 041	–	–	–	–	–	–	36 695 041	
Mauritania	Government of Mauritania	Ministry of Mines, Energy, and Petroleum	–	9 321 724	–	–	–	–	–	9 321 724	
Panama	Government of Panama	National Treasury	–	31 408 443	210 724	–	–	–	–	31 619 167	
Panama	Government of Panama	Maritime Authority	–	–	431 810	–	–	–	–	431 810	
Panama	Government of Panama	Environmental Ministry	–	–	4 701 375	–	–	–	–	4 701 375	
Panama	Government of Panama	Public Services Authority	–	–	125 312	–	–	–	–	125 312	
Panama	Municipality of Donoso		–	2 771 333	126 168	–	–	–	–	2 897 501	
Panama	Municipality of Omar Torrijos Herrera		–	2 771 333	76 594	–	–	–	–	2 847 927	
Peru	Government of Peru	Mining and Metallurgical Geological Institute	–	–	673 958	–	–	–	–	673 958	

EXTRACTIVE SECTOR TRANSPARENCY MEASURES ACT
ANNUAL REPORT CONTINUED

PAYMENTS BY PAYEE

Country	Payee Name ¹	Departments, Agency, etc... within Payee that Received Payments ²	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid to Payee	Notes ^{3,4}
Spain	Gerena Town Hall		672 464	–	–	–	–	–	–	672 464	
Spain	Government of Spain	Spanish Revenue Agency	9 402 567	–	–	–	–	–	–	9 402 567	
Spain	Government of Spain	Hydrographic Confederation	136 542	–	–	–	–	–	–	136 542	
Spain	Andalusian Regional Government		–	–	79 221	–	–	–	–	79 221	
Spain	Salteras Town Hall		–	–	–	–	378 528	–	–	378 528	
Spain	La Algaba Town Hall		–	–	–	–	94 730	–	–	94 730	
Turkey	Eti Maden İşletmeleri Genel Müdürlüğü		–	2 545 669	–	–	–	–	–	2 545 669	Eti Maden İşletmeleri Genel Müdürlüğü is a Turkish majority state owned company.
Turkey	Government of Turkey	Turkish Revenue Agency/ Ministry of Finance	4 696 972	–	–	–	–	–	–	4 696 972	Corporate income taxes of \$5,258,250 were due to the Turkish Revenue Agency, of which \$3,250,766 was settled through offset of VAT refundable, and \$2,007,484 was paid in cash. The \$4,696,972 taxes reported includes the \$2,007,484 corporate income tax cash payment as well as other (non-corporate income) taxes paid to the Turkish Revenue Agency.
Turkey	Madenli Municipality		152 897	–	–	–	–	–	–	152 897	
Turkey	Rize Province		727 507	–	–	–	–	–	–	727 507	
Zambia	Government of Zambia	Zambia Revenue Authority	363 808 151	386 063 642	–	–	–	–	–	749 871 792	

EXTRACTIVE SECTOR TRANSPARENCY MEASURES ACT
ANNUAL REPORT CONTINUED

PAYMENTS BY PAYEE

Country	Payee Name ¹	Departments, Agency, etc... within Payee that Received Payments ²	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid to Payee	Notes ^{3 4}
Zambia	Government of Zambia	Ministry of Mines and Mineral Development	–	–	98 772	–	–	–	–	98 772	
Zambia	Government of Zambia	Ministry of Lands and Natural Resources	–	–	12 812	–	–	–	–	12 812	
Zambia	Government of Zambia	ZCCM Investments Holdings Plc	–	–	–	–	–	36 800 000	–	36 800 000	ZCCM Investments Holdings Plc is a company majority owned by the Republic of Zambia.
Zambia	Government of Zambia	Mines Safety Department	–	–	9 406	–	–	–	–	9 406	
Zambia	Government of Zambia	Zambia Environmental Management Agency	–	–	903	–	–	–	–	903	
Zambia	Government of Zambia	Water Resources Management Authority	110 822	–	–	–	–	–	–	110 822	
Zambia	Government of Zambia	Radiation Protection Authority	–	–	37 775	–	–	–	–	37 775	
Zambia	Solwezi Municipal Government		4 075 002	–	–	–	–	–	–	4 075 002	
Total			430 138 485	444 612 775	7 057 709	–	1 117 748	36 800 000	–	919 726 717	

Additional Notes

1. Above numbers are reported in USD. When a payment is made in a foreign currency by a subsidiary which uses USD as its accounting functional currency, the payment is generally reported using the exchange rate existing at the time the payment is made. For those subsidiaries whose accounting functional currency is their local currency, payments reported have been translated to USD using the yearly average exchange rates which are as follows:

Currency	USD
Argentine peso	95.1015
Chilean peso	760.2530
Euro	0.8454

2. The Company reported all payments in excess of USD \$78,877 (CAD \$100,000/1.2678 year-end exchange rate) per payee per category.
3. Infrastructure improvement payments include in-kind contributions. The method for calculating the value of the payments is at cost.

¹ Enter the proper name of the Payee receiving the money (i.e. the municipality of x, the province of y, national government of z).

² Optional field.

³ When payments are made in-kind, the notes field must highlight which payment includes in-kind contributions and the method for calculating the value of the payment.

⁴ Any payments made in currencies other than the report currency must be identified. The Reporting Entity may use the Additional notes row or the Notes column to identify any payments that are converted, along with the exchange rate and primary method used for currency conversions.

EXTRACTIVE SECTOR TRANSPARENCY MEASURES ACT

ANNUAL REPORT

Reporting Year	From	1/1/2021	To	12/31/2021	
Reporting Entity Name	First Quantum Minerals Ltd.		Currency of the Report		USD
Reporting Entity ESTMA Identification Number	E332692				
Subsidiary Reporting Entities (if necessary)					

PAYMENTS BY PROJECT

Country	Project Name ¹	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid to Project	Notes ^{2,3}
Argentina	Taca Taca	300 905	–	195 424	–	–	–	–	496 329	
Australia	Ravensthorpe	1 636 690	9 730 632	277 454	–	644 490	–	–	12 289 265	
Chile	Various early stage exploration	159 880	–	–	–	–	–	–	159 880	
Finland	Pyhäsalmi	7 563 046	–	–	–	–	–	–	7 563 046	
Mauritania	Guelb Moghrein	36 695 041	9 321 724	–	–	–	–	–	46 016 765	
Panama	Cobre Panama	–	36 951 109	5 671 983	–	–	–	–	42 623 092	
Peru	Haquira	–	–	673 958	–	–	–	–	673 958	
Spain	Las Cruces	10 211 573	–	79 221	–	473 258	–	–	10 764 051	

EXTRACTIVE SECTOR TRANSPARENCY MEASURES ACT

ANNUAL REPORT CONTINUED

PAYMENTS BY PROJECT

Country	Project Name ¹	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid to Project	Notes ^{2,3}
Turkey	Çayeli	5 577 377	2 545 669	–	–	–	–	–	8 123 046	Royalty was paid to Eti Maden İşletmeleri Genel Müdürlüğü, a majority state owned company. Corporate income taxes of \$5,258,250 were due to the Turkish Revenue Agency, of which \$3,250,766 was settled through offset of VAT refundable, and \$2,007,484 was paid in cash. The \$5,577,377 taxes reported includes the \$2,007,484 corporate income tax cash payment as well as other (non-corporate income) taxes paid.
Zambia	FQMO	24 241 480	–	26 665	–	–	–	–	24 268 145	
Zambia	Kansanshi	219 671 884	187 640 498	23 122	–	–	36 800 000	–	444 135 505	Dividends were paid to ZCCM Investments Holdings Plc, a company majority owned by the Republic of Zambia.
Zambia	Sentinel	124 080 610	198 423 143	109 882	–	–	–	–	322 613 635	
Total		430 138 485	444 612 775	7 057 709	–	1 117 748	36 800 000	–	919 726 717	

Additional Notes

- 1

Above numbers are reported in USD. When a payment is made in a foreign currency by a subsidiary which uses USD as its accounting functional currency, the payment is generally reported using the exchange rate existing at the time the payment is made. For those subsidiaries whose accounting functional currency is their local currency, payments reported have been translated to USD using the yearly average exchange rates which are as follows:

Currency	USD
Argentine peso	95.1015
Chilean peso	760.2530
Euro	0.8454
- 2

The Company reported all payments in excess of USD \$78,877 (CAD \$100,000/1.2678 year-end exchange rate) per payee per category.

3

Infrastructure improvement payments include in-kind contributions. The method for calculating the value of the payments is at cost.

1

Enter the project that the payment is attributed to. Some payments may not be attributable to a specific project, and do not need to be disclosed in the "Payments by Project" table.

2

When payments are made in-kind, the notes field must highlight which payment includes in-kind contributions and the method for calculating the value of the payment.

3

Any payments made in currencies other than the report currency must be identified. The Reporting Entity may use the "Additional Notes" row or the "Notes" column to identify any payments that are converted, along with the exchange rate and primary method used for currency conversions.



BASIS OF REPORT

This report has been prepared as required by ESTMA and EU Transparency and Accounting Directive with respect to disclosure of Payments to Governments, along with voluntary additional reporting of contributions relating to payroll tax, consumption tax and social contributions.

Taxes, royalties and other payments to governments are presented on a cash-paid basis during the reporting period. In-kind payments are converted into monetary value at the date of settlement. The report includes all such payments for activities which relate to exploration, discovery, development and extraction of minerals for each of our projects.

Disclosure threshold – payments to the “same payee” that meet or exceed CAD \$100,000 in one category of payment are disclosed.

First Quantum Minerals Ltd., as parent of the group, reports the activity of any of its subsidiary undertakings that are active in the extractive industry. Unless noted otherwise in the report, the following terms have the meanings noted below:

Payee

For the purposes of ESTMA, a payee is:

- a) Any government in Canada or in a foreign state;
- b) A body that is established by two or more governments; or
- c) Any trust, board, commission, corporation or body or other authority that is established to exercise or perform, or that exercises or performs, a power, duty or function of a government for a government referred to in paragraph (a) above or a body referred to in paragraph (b) above.

Payees include governments at any level, including national, regional, state, provincial, local or municipal levels. Payees may include non-governmental entities if the benefit bestowed would have otherwise been provided by the government. Payees also include any government-owned or government-controlled entities that exercise or perform a power, duty or function of government.

Aboriginal and Indigenous groups/ organizations that exercise or perform the



power, duty, or function of a government may also be regarded as a payee under the Act. Payments to foreign and Canadian Aboriginal governments are reported.

For the purpose of this report, the term “government” should be applied broadly to capture the various scenarios referred above.

Project

A “project” means the operational activities are governed by a single contract, licence, lease, concession or similar legal agreement that forms the basis for a payment liability with a payee. If multiple such agreements are substantially interconnected, they would be considered a single project. “Substantially interconnected” means

forming a set of operationally and geographically integrated contracts, licences, leases or concessions or related agreements with substantially similar terms that are signed with a government and give rise to payment liabilities.

Taxes

Taxes include corporate income taxes, resource taxes, property taxes, withholding taxes on cross-border dividends, and other levied taxes, excluding consumption and personal income taxes. Corporate income and resource taxes are payments to governments based on income, profits or production under legislated income tax rules in relation to the commercial development of minerals.



Royalties

Royalties are paid to governments in relation to the rights to extract mining resources.

Fees

Fees are amounts levied on the initial or ongoing right to use a geographical area for commercial development of minerals. Fees include licence fees, permit fees, entry fees, regulatory charges and other payments for licences and/or concessions. Amounts paid for goods and services in the ordinary course of commercial transactions are excluded.

Production Entitlements

Production entitlements are a payee's share of mineral production under a production sharing agreement or similar contractual or legislated arrangement. The Company does not currently pay any production entitlements.

Bonuses

Bonuses are payments to governments (including aboriginal and indigenous

groups) for signing, discovery, production and any other type of bonus paid in relation to commercial development of minerals. The Company reports cash donations and in-kind donations relating to CSR under this category.

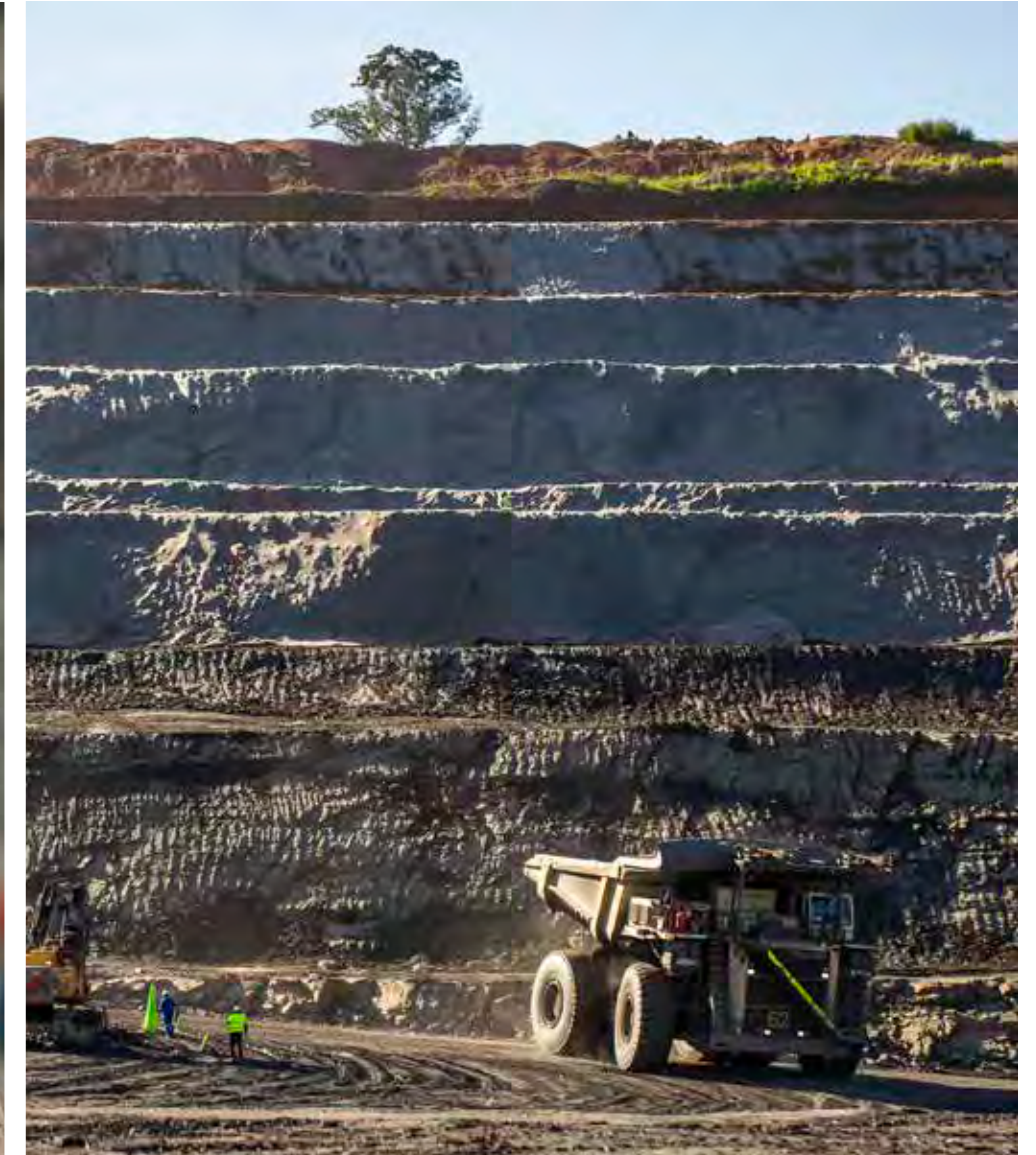
Dividends

Dividends are payments to governments or entities owned by government with an ownership interest in the Company's subsidiaries, excluding payments to governments that are ordinary shareholders of the Company or its subsidiaries. The Company reports dividends to ZCCM Investments Holdings Plc as it is a company majority owned by the Republic of Zambia.

Infrastructure Improvements

Infrastructure improvements are payments for the construction of infrastructure such as public roads, libraries and hospital facilities, excluding payments made in circumstances where the infrastructure is expected to be primarily used for mine operational purposes.





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