



2030 Fresh Water Reduction Target

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Water stewardship

Anglo American 2030 Fresh Water Reduction Target

In 2017, we started implementing and embedding our new water-management standard and associated reporting requirements.

The standard guides a risk-based, regional approach to water management, in line with global best practice and the ICMM water reporting guidelines.

In 2018, we published our Sustainable Mining Plan which included these ambitious water management targets:

By 2020:

- ✓ Reduce the abstraction of fresh water in water-scarce regions by 20%
- ✓ Increase water-recycling levels to 75%

By 2030

- Reduce the abstraction of fresh water in water-scarce regions by 50%



Setting an ambitious target required us to...

- Clearly define the fresh water metric
- Focus the target on water-stressed catchments as part of our context-based water target setting
- Install water flow monitoring systems and implement water balances
- Establish a baseline and historical data series
- Carry out studies to identify fresh water savings opportunities and develop of a pathway to 2030 through the implementation of these savings initiatives
- Stress-test our fresh water definition through targeted stakeholder interviews
- Clearly identify the relevance of this metric to communities and the environment



... And has enabled us to...

- In 2022, issue the first sustainability-linked bond with a water target in the mining industry, because we were able to demonstrate that it was ambitious and robust.
- Continue to work on developing our commitment to meet the growing relevance of water stewardship to the investor community.



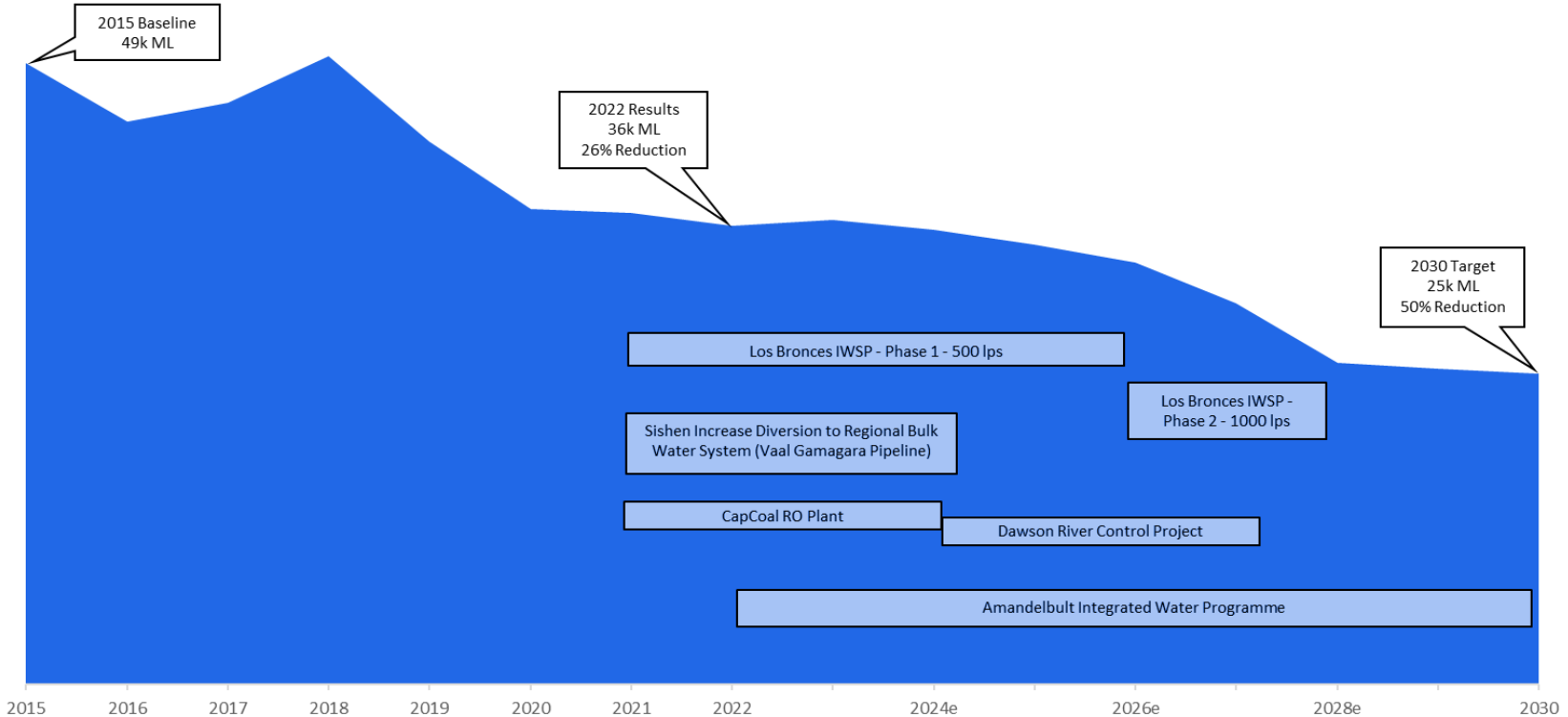
Scope of target

Target: Reduction of fresh water abstraction in water scarce areas

- Water scarce areas are locations classified by the Water Resource Institute (WRI) as having medium-high baseline water stress (20–40%) and/or medium-high weighted aggregate quantity risk for mining (2–3) or above. **Water scarce areas represent 83% of managed operations.**
- ‘Fresh water’ is defined as ‘naturally occurring water that meets the criteria Water Accounting Framework (WAF) Category 1 Water excluding precipitation and run-off which reasonably cannot effectively be prevented from entry into our operational processes’. Other water sources not included in this KPI include water sources of a lower quality.
- KPI applies to Anglo American managed operations in water scarce areas that were owned by the Group as at 1 January 2018, excluding assets that have since been divested, closed, placed on care and maintenance or which had not entered operation as at that date.



Fresh water pathway – 50% reduction by 2030





Thank you