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**Independent Reasonable Assurance Report to LS-NIKKO Copper Inc.**

We were engaged by LS-NIKKO Copper Inc. to provide reasonable assurance on its Refiner's Compliance Report for the year ended 31 December, 2018.

The assurance scope consists of the Refiner's Compliance Report.

**Responsibilities**

The directors of LS-NIKKO Copper Inc. are responsible for the preparation and presentation of the Refiner's Compliance Report in accordance with the *LBMA Responsible Gold & Silver Guidance* ("the *Guidance*"). This responsibility includes establishing appropriate risk management and internal controls from which the reported information is derived. The criteria identified by the directors as relevant for demonstrating compliance with the *Guidance* are the activities described within the Refiner's Compliance Report.

Our responsibility is to carry out a reasonable assurance engagement in order to express a conclusion based on the work performed. We conducted our assurance engagement in accordance with International Standard on Assurance Engagements *ISAE 3000 Assurance Engagements other than Audits or Reviews of Historical Financial Information* issued by the International Auditing and Assurance Standards Board and the guidance set out in the *LBMA Responsible Gold & Silver Programme - Third Party Audit Guidance for ISAE 3000 Auditors* ("the *Audit Guidance*").

This report has been prepared for LS-NIKKO Copper Inc. for the purpose of assisting the directors in determining whether LS-NIKKO Copper Inc. has complied with the *Guidance* and for no other purpose. Our assurance report is made solely to LS-NIKKO Copper Inc. in accordance with the terms of our engagement. We do not accept or assume responsibility to anyone other than LS-NIKKO Copper Inc. for our work, or for the conclusions we have reached in the assurance report.

**Inherent limitations**

Non-financial information, such as that 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 methods used by refiners to comply with the *Guidance* may differ. It is important to read the LS-NIKKO Copper Inc.'s gold & silver supply chain policy available on LS-NIKKO Copper Inc. website [www.lsnikko.com](http://www.lsnikko.com)

**Independence and competency statement**

In conducting our engagement, we have complied with the applicable requirements of the Code of Ethics for Professional Accountants issued by the International Ethics Standards Board for Accountants.

In conducting our engagement, we confirm that we satisfy the criteria for assurance providers as set out in the *Audit Guidance* to carry out the assurance engagement.

**Conclusion**

In our opinion, the LS-NIKKO Copper Inc. 's Compliance Report for the year ended December 31, 2018, in all material respects, describes fairly the activities undertaken during the year to demonstrate compliance, and management's overall conclusion contained therein, is in accordance with the requirements of the LBMA Responsible Gold & Silver Guidance.

*KPMG Samjong Accounting Corp.*

KPMG Samjong Accounting Corp.  
March 29, 2019  
Seoul, Korea