



## ENTERPRISE RISK MANAGEMENT POLICY

MAG Silver Corp. (“**MAG**” or the “**Company**”) is committed to improving its ability to create, enhance and protect enterprise value through the regular identification and management of risks in carrying on its business. MAG recognizes that risks represent both opportunities and threats, and therefore an effective, enterprise-wide risk management program is essential to enable the Company to pursue its strategic objectives and realize operational goals within an acceptable range of associated risk.

All employees, directors, consultants and contractors providing services for or on behalf of MAG are responsible for incorporating this Enterprise Risk Management Policy (this “**Policy**”) into planning and business decisions to support the achievement of the objectives stated herein. The Company will provide appropriate resources to establish a culture where an enterprise-wide risk management program is:

- systematic, structured and integral to all of the Company’s organizational processes, including strategic planning and decision making;
- transparent and inclusive, engaging employees broadly to identify, assess and address risk considerations so that the Company’s business culture supports value creation where appropriate risk/reward trade-offs are consistently made;
- aligned with the Company’s strategic planning, budgeting and other business cycles, and executed in a timely manner;
- iterative and based on best available information, which is updated and reassessed as circumstances warrant;
- influenced by human behaviour and cultural considerations, which are considered in all aspects of risk management;
- committed to the regular and reasonable use of appropriate human rights due diligence assessments to determine actual and potential human rights impacts of the Company’s activities;
- inclusive of sustainability matters and environmental, social and governance (ESG) considerations in the risk assessment process; and
- adaptive to the Company’s business needs and reviewed at least annually, and at any time there is significant change in the business or the environment in which the Company operates.

The Company recognizes that risk management methods and tools will be developed and are expected to evolve and mature over time. The methodology in the Company’s risk management

program focuses on satisfying business objectives that the Company must achieve to be successful over the longer term and drive stakeholder value. The key goal is to establish the Company's "residual risk position" in order to better understand the level of uncertainty that exists in achieving business objectives.

The Company has defined the expectations, roles and responsibilities of its Board of Directors and senior management team in the Enterprise Risk Management Processes & Procedures document, which guides the implementation of this Policy.

**Last reviewed and approved by the Board on March 24, 2023.**