

Record production: CMP ships 17 million tons of iron ore

In 2023, our subsidiary CMP reached a historic and unprecedented milestone by shipping 17 million tons of iron ore. This achievement is the direct result of operational improvements and the successful implementation of Process Risk Management, integrated into our operating culture. This record not only reflects CMP's ability to stabilize and secure its operation, but also represents a significant step towards our commitment to excellence and sustainable growth.

Shipments Update - December 2023

CMP		CSH	
Monthly	YTD	Monthly	YTD
1.826 kT (-15,3%) YoY	17.015 kT (+4,3%) YoY	54,6 kT (-3,7%) YoY	690,8 kT (+5,7%) YoY



Message from our Chief Development Officer, Raimundo Gueneau de Mussy

The Capital Allocation Framework is part of a set of key guidelines for the implementation of the CAP 2030 Strategy, which is shaping up to be implemented throughout 2024. Although they have not yet formally materialized, their adoption is anticipated as an essential part of the year's goals. With this approach, we seek to establish a clearer prioritization

and rigorous discipline in the use of resources, with debt reduction as the main starting point.

In 2024 we will prioritize the fulfillment of our sustaining capex and debt reduction, as it is moderate in the medium term. This, in combination with future growth projects, sets the stage for a sizeable distribution of dividend payments.

Industry Insights: Transition to Green Steel at CSH



CSH is committed to moving towards reducing the carbon footprint of steel and its end users. In this route it has invested in the modernization of its Blast Furnace #2, with the installation of a bell less top that allows to improve its efficiency, consuming less coke (fuel) and also signing contracts for renewable energy in its electricity consumption. Today the "Huachipato Circular" initiative seeks to reduce steel consumption in mining, through grinding media with less wear,

reducing the carbon footprint of end customers and generating circularity in the use of steel. Additionally, it is developing the route to achieve "green steel", where Huachipato's traditional process is replaced by direct reduction based on green hydrogen. To realize this plan, the company signed a technological cooperation agreement with the SMS Group to develop a DRI + H2V pilot plant.

Iron ore price (CFR China)

Prices have maintained their upward trend, driven by an optimistic market view of the stimulus announced by China during December and a replenishment of ore inventories at its ports. As a result, during December, 62% and 65% iron ore prices increased by 4.5% and 4%, respectively.

