

Policy - Supply Chain

This Policy demonstrates Kunming International Limited is committed and its expectations for its product suppliers regarding actions to address Conflict Minerals (Diamonds).

Kunming International Limited expects it's suppliers to have in place policies and due diligence measures that will enable us to reasonably assure that products and components supplied to us containing conflict minerals (Diamonds) are conflict free.

We being a responsible company, Kunming International Limited supports the goal of the Dodd-Frank Act of preventing armed groups in the Democratic Republic of the Congo and adjoining countries from benefitting from the sourcing of Conflict Minerals from that region.

Kunming International Limited is committed to working with its suppliers to educate them on these matters and concerning steps they can take to obtain increased transparency regarding the origin of minerals contained in the products they manufacture and sell to Kunming International Limited.

Kunming International Limited reserves the right to request additional documentation from its suppliers regarding the origin of any Conflict Minerals included in any products sold to Kunming International Limited.

Suppliers who do not reasonably comply with this Policy shall be reviewed by Kunming International Limited for future business.

Policy - Sourcing

Kunming International Limited is committed to ensuring that our supply chain is free of any metal which was procured for the support or benefit of armed and anti-social conflict groups or involving serious abuses of human rights and non-compliant with OECD Guidelines.

Kunming International Limited clearly criticizes such activity and will reject any material which we believe was obtained involving serious human rights violations or which benefitted or supported armed rebels or terrorist groups through illegal finance or other activities.

The company shall carry out risk assessment for its supply chain and shall not enter into any business relationship or if may require then shall suspend/discontinue the engagement with any such supplier involved in dealing with Conflict-Affected and High-Risk areas, Any form of Human Right Violation; Torture, Cruel, In-Human and Degrading Treatment; Forced/Compulsory Labour; Child Labour; Abuses such as widespread Sexual Violence; War Crimes; other serious violations of International Humanitarian Law, Crime against Humanity; Genocide and/or To Bribe or To be Bribed. We strictly condemn and prohibit any Direct/Indirect support to public/private security forces which illegally Control, Tax or Extort money from Mining Sites, Transportation Routes and Upstream Sectors.

The Company shall carry out due diligence to assess risks related to procurement from the Conflictaffected and high-risk areas - CAHRAs and shall always source from compliant miners/traders.

AUSTRALIA



We shall always set reasonable efforts to source Conflict Minerals from miners validated as being DRC Conflict Free, and require their direct and indirect suppliers to do the same;

We strive to work supportively with our customers and supply chain partners in implementing conflict minerals compliance programs.

Policy - Due Diligence

The company shall always undertake to ensure that the extraction and trade of diamond support peace and development, not conflict.

Kunming International Limited remains committed to enhance its Supply Chain Due Diligence program through internal review and external assessments. We have zero tolerance policy for the supplier violating OECD due diligence guideline and we shall immediately stop commercial relationship if any of our business associates found non-compliant or High-Risk during our internal/external risk assessment.

Currently Kunming International Limited procure material from Ethical business compliant miners/traders. However, we have established a strong due diligence process and we shall review it as an when we observed significant risk or upon receipt of any grievance or complaint but in normal course, we shall carry our due diligence process on annual basis.

Grievance Mechanism

Our employees, suppliers and other parties can report concerns and alleged violations of supply chain/sourcing/due diligence policy as follows:

Email: info@kunmingdiamonds.com

Reports can be made anonymously and will be kept confidential to the fullest extent practicable and allowed by law.

We will not take any retaliatory action against our employees, suppliers, or other parties who make a report in good faith. We shall resolve issue in 15 working days if any grievance related to supply chain/Ethical practice and provenance claim related issues.

Our suppliers are encouraged to contact info@kunmingdiamonds.com if they wish to seek guidance on the application of this Policy.

> For and on behalf of KUNMING INTERNATIONAL LIMITED

Date: 12/05/2022

Hong Kong

Authorized Signature(s)