

TERAWULF INC.
SUSTAINABILITY POLICY
Effective August 8, 2023

At TeraWulf Inc. (the “*Company*”), we are committed to sustainable bitcoin mining. Our Company develops, owns and operates its bitcoin mining facility sites in the United States that utilize predominantly zero-carbon energy sources. We are dedicated to integrating sustainability into our overall business strategy, primarily in areas where the Company has the most influence, such as our bitcoin mining operations and value chain.

We recognize that bitcoin mining requires energy to power the computers that verify and record cryptocurrency transactions. In some cases, this energy may come from the burning of coal or fossil fuels, a source of carbon emissions, which are driving climate change. In contrast, TeraWulf’s sustainable bitcoin mining draws power from renewable energy sources such as solar power, hydroelectric power, and nuclear energy that emit little or no carbon.

The future of crypto mining is one of growth, and the need for bitcoin mining is increasing as the use of cryptocurrency increases worldwide. Mining bitcoin responsibly and sustainably can speed the transition to a zero-carbon future while creating sustainable energy jobs and helping fight climate change.

The scope of the Company’s sustainability policy includes energy use, consumption of resources, waste disposal, and climate risk. Our Company strives to achieve sustainable operations and minimize impact on the planet.

By implementing the guiding principles set forth below with regard to sustainable bitcoin mining, our Company believes that it is better able to develop solutions to challenges and deliver sustainable value for our Company and its stakeholders.

Guiding Principles

Environmental stewardship is a core value of our Company and drives our business strategy. Our Company believes that environmental stewardship will deliver sustainable value for our Company and its stakeholders. Our Company is guided by the following principles in furthering its commitment to environmental stewardship:

1. We are committed to using nuclear, hydro and solar energy sources to power our bitcoin mining facilities, which currently utilize over 91% zero-carbon energy, with a target of 100% zero-carbon energy.
2. TeraWulf’s Board of Directors (the “Board”) established a Sustainability Committee in 2022 to create, review, periodically revise and provide consistent oversight of the Company’s sustainability practices. The Sustainability Committee is chaired by a member of the Executive Leadership team and (i) aims to monitor developments, trends, and best practices in managing corporate sustainability matters and (ii) makes recommendations and

reports to the Board as appropriate. The Sustainability Committee has direct oversight of the Company's Sustainability Policy, practices, and disclosure.

3. By purposefully choosing zero-carbon energy sources to power our facilities, we are enabling the energy transition to a zero-carbon future that supports a higher amount of renewable energy generation.
4. We make a concerted effort to reduce all types of waste in our operations. For the waste we do produce, we believe in reusing all that we can and recycling that which cannot be reused.
5. We are committed to high throughput yet flexible computing loads that can quickly respond to real time grid conditions and help stabilize the electrical grid by ramping up or down our power consumption.

Achieving the utilization of zero-carbon energy resources is a cornerstone of our bitcoin mining business. In identifying suitable zero-carbon power resources, our Company considers alternative sources of energy, measured using the objective criteria described above, with due regard for both reliability and environmental stewardship.

We reserve the right to assess the effectiveness of this policy, as well as amend, revise, supplement, modify, rescind, and/or dissolve this policy, at its sole discretion. Further, to the extent that this policy conflicts with applicable law, rule, or regulation, said law, rule, or regulation shall control and govern.

Approved and Adopted: August 8, 2023