



## ANNUAL REPORT

### PURPOSE

This annual report for the 2023 financial reporting year (July 1, 2023, to December 31, 2023) has been created by Hornepayne Lumber Limited Partnership (“HPL”) for the sole purpose of meeting its obligations and reporting requirements for entities pursuant to the *Fighting Against Forced Labour and Child Labour in Supply Chains Act*, SC 2023, c 9 (the “Act”).

### OUR COMMITMENT

HPL is committed to preventing and reducing the risk that forced labour or child labour is used at any step in its production of goods in Canada.

### CATEGORIZATION, SECTOR, AND INDUSTRY

HPL is a partnership that operates a random length sawmill in Hornepayne, Ontario.

HPL operates exclusively in the forestry and manufacturing industries. Its mill site currently employs approximately 120 employees, and it also engages contractors and support services.

### STRUCTURE, ACTIVITIES, AND SUPPLY CHAINS

The forests HPL sources its timber from are managed, audited, and certified by independent third parties. HPL’s lumber is produced from Eastern White Spruce, Black Spruce, and Jackpine. The lumber is sold directly to retailers. Approximately 60% of the retailers are in Canada and 40% are in the United States. HPL coordinates the transportation of lumber through third party transportation services. The majority of equipment and tools used in the manufacturing process is sourced by HPL in Canada.

As a lumber manufacturer, access to abundant, affordable, and secure sources of fibre is of critical importance. HPL shares its forest resources with many other forest users, and it strives to work cooperatively with those who have a stake in the forest and to conserve forest resources for future generations.

HPL is committed to certification for its managed timberlands through credible certification options. HPL has been, and remains, a supporter of the Forest Stewardship Council® (FSC®) certification standards, both in terms of responsible forest management certification and in chain of custody certification.

In the reporting year, HPL did not take direct steps to prevent and reduce the risk of forced labour or child labour is used at any step of the production of goods in Canada. It is in the process of assessing what steps may be appropriate.

### POLICIES AND DUE DILIGENCE PROCESSES

HPL did not maintain policies or due diligence processes related to forced labour and/or child labour in

