

60724 Manitoba Corporation

Report on Efforts to Prevent and Reduce the Risk of Forced Labour and Child Labour in Supply Chains

For the fiscal year ended March 31, 2024

Introduction

This is the first joint report of 60724 Manitoba Corporation and 3249612 Manitoba Ltd. and Chudds Chrysler Ltd. under the *Fighting Against Forced and Child Labour in Supply Chains Act* (the “Act”).

1. Structure, Activities and Supply Chains

60724 Manitoba Corporation is a family-owned holding company that controls 3249612 Manitoba Ltd. which owns an automobile franchise operating as Chudds Chrysler Ltd. in Gimli, Manitoba, Canada. Chudds Chrysler Ltd. sells vehicles, powersports and provides vehicle maintenance and repair services to the local retail consumer market and meets the “entity” threshold under the Act.

2. Policies and due diligence processes in relation to forced and child labour.

The majority of Chudds Chrysler Ltd. business involves the sale of Stellantis -branded automobiles. In addition to this primary line of business, Chudds Chrysler Ltd. also sells OEM parts and aftermarket parts and provides warranty and repair services through the dealership’s mechanics.

Chudds Chrysler Ltd. procures almost all saleable inventory directly through the manufacturer, Stellantis. This includes vehicles as well as OEM replacement parts. In addition, Chudds Chrysler Ltd sources some aftermarket parts from parts wholesalers and distributors in the Gimli and Winnipeg area.

Stellantis is the importer of vehicles and OEM parts manufactured outside of Canada and arranges delivery of these goods to Chudds Chrysler Ltd. dealership facility in Gimli. Aftermarket parts made outside Canada are imported by the wholesalers and distributors from whom Chudds Chrysler Ltd. purchases those parts. Chudds Chrysler Ltd. is one of many customers of those businesses, who also supply other dealerships, independent mechanics, and end users.

Because Chudds Chrysler Ltd. does not import goods itself, it has no formal policies in relation to forced labor and child labour in its supply chains. Chudds Chrysler Ltd. due diligence has therefore been limited to inquiring of its supplier (the importer of goods sold in Canada), Stellantis, of its policies and due diligence in relation to forced labour and child labour in its supply chains. Stellantis response to Chudds Chrysler Ltd. inquiry was to provide its Annual Report submitted to the Minister in relation to the Act. Stellantis is a well-known manufacturer with a stellar reputation in the industry and Chudds Chrysler Ltd. has no reason to believe that there are any errors in Stellantis report.

3. Parts of the business and supply chains that carry a risk of forced labour and child labour being used and the steps taken to assess and manage that risk.

Chudds Chrysler Ltd. has not identified any part of its supply chains that carry a risk of forced labour and child labour, and it has taken no steps to assess and manage any such risk. As set out above, Chudds Chrysler Ltd. must rely on Stellantis own representations and reporting for the majority of its business and is merely one of many customers for aftermarket, non-OEM parts.

Chudds Chrysler Ltd. follows all applicable Manitoba labour standards with respect to its own workforce, including applicable restrictions and requirements for employing persons under the age of 18 years.

4. Measures taken to remediate any forced labour or child labour.

As Chudds Chrysler Ltd. has not identified any forced labour and child labour it has taken no measures to remediate such activities.

5. Measures taken to remediate the loss of income to the most vulnerable families that results from any measure taken to eliminate the use of forced labour or child labour in our activities and supply chains.

Since Chudds Chrysler Ltd. has not taken any measures to remediate such activities it has not taken any measures to remediate the loss of income to the most vulnerable families.

6. Training provided to employees on forced labour and child labour.

Chudds Chrysler Ltd. has provided no training to its employees on forced labour and child labour in its supply chains.

7. Assessing our effectiveness in ensuring that forced labour and child labour are not being used in our business and supply chains.

Chudds Chrysler Ltd. will continue to monitor the report as provided by its supplier of goods manufactured outside of Canada, Stellantis, to ensure that forced labour and child labour are not being used in its supply chains.

Approval

This report has been approved by the Board of Directors of 60724 Manitoba Corporation

Attestation

In accordance with the requirements of Canada's *Fighting Against Forced Labour and Child Labour in Supply Chains Act*, and in particular section 11 thereof, I attest that I have reviewed the information contained in the report for the above noted entity. Based on my knowledge, and having exercised reasonable diligence, I attest that the information in the report is true, accurate and complete in all material respects for the purposes of the Act, for the reporting year identified above.



Signature:

Name: Kim Leik

Title: President

Date: May 21, 2024

I have the authority to bind 60724 Manitoba Corporation and 3249612 Manitoba Ltd. and Chudds Chrysler Ltd.