



"In accordance with the requirements of the Act, and in particular section 11 thereof, I attest that I have reviewed the information contained in the report for the entity or entities listed above. 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 listed above."

- Full name: Edwin Cardenas
- Title: Compliance Assistant
- Date: June 4, 2024

I have the authority to bind KAI USA LTD.

Signature: Edwin Cardenas

Date: 6/4/24



1. *This report is for which of the following? (Required)

- This is report is for Entity.

2. *Legal name of reporting entity or government institution (Required)

- KAI USA LTD.

3. *Financial reporting year (Required)

2023,2024

4. *Is this a revised version of a report already submitted this reporting year? (Required)

- No

4.1 *If yes, identify the date the original report was submitted. (Required)

- N/A

4.2 *Describe the changes made to the original report, including by listing the questions or sections that were revised (1,500 character limit). (Required)

- N/A

5. For entities only: Business number(s) (if applicable):

- Business number:869558429RM001

6. For entities only: *Is this a joint report? (Required)

- No

6.1 *If yes, identify the legal name of each entity covered by this report. (Required)

6.2 Identify the business number(s) of each entity covered by this report (if applicable).

7. For entities only: *Is the entity also subject to reporting requirements under supply chain legislation in another jurisdiction? (Required)

- Yes

7.1 *If yes, indicate the applicable law(s). Select all that apply. (Required)

- The United Kingdom's Modern Slavery Act 2015
- Uyghur Forced Labor Prevention Act 2022
- California's Transparency in Supply Chains Act

8. For entities only: *Which of the following categorizations applies to the entity? Select all that apply. (Required)

- We do business in Canada.

Meets size-related thresholds (select all that apply):

- Has at least \$20 million in assets for at least one of its two most recent financial years
- Has generated at least \$40 million in revenue for at least one of its two most recent financial years

- Employs an average of at least 250 employees for at least one of its two most recent financial years

9. For entities only: *Which of the following sectors or industries does the entity operate in? Select all that apply. (Required)

- Agriculture, forestry, fishing and hunting
- Mining, quarrying, and oil and gas extraction
- Manufacturing
- Wholesale trade
- Retail trade
- Transportation and warehousing
- Finance and insurance

10. For entities only: *In which country is the entity headquartered or principally located? (Required)

- We are located in Tualatin, OR, USA

10.1 If in Canada: *In which province or territory is the entity headquartered or principally located? (Required)

N/A

11. For government institutions only: *Is this a report for a federal Crown corporation or a subsidiary of a federal Crown corporation? (Required)

- N/A

11.1 *If yes, which of the following sectors or industries does the Crown corporation or subsidiary operate in? Select all that apply. (Required)

- N/A

11.2 *If yes, in which province or territory is the Crown corporation or subsidiary headquartered or principally located? (Required)

- N/A

Annual Report

Reporting for entities

1. *What steps has the entity taken in the previous financial year to prevent and reduce the risk that forced labour or child labour is used at any step of the production of goods in Canada or elsewhere by the entity or of goods imported into Canada by the entity? Select all that apply. (Required)

- Conducting an internal assessment of risks of forced labour and/or child labour in the organization's activities and supply chains
 - Yes
- Developing and implementing an action plan for addressing forced labour and/or child labour
 - Yes
- Gathering information on worker recruitment and maintaining internal controls to ensure that all workers are recruited voluntarily
 - Yes
- Developing and implementing due diligence policies and processes for identifying, addressing and prohibiting the use of forced labour and/or child labour in the organization's activities and supply chains
 - Yes

2. Please provide additional information describing the steps taken (if applicable) (1,500 character limit).

- N/A

3. *Which of the following accurately describes the entity's structure? (Required)

- Corporation

4. *Which of the following accurately describes the entity's activities? Select all that apply. (Required)

- Producing goods (including manufacturing, extracting, growing and processing)
 - outside Canada
- Selling goods
 - in Canada
 - outside Canada
- Controlling an entity engaged in producing goods in Canada or outside Canada, or importing into Canada goods produced outside Canada

5. Please provide additional information on the entity's structure, activities and supply chains (1,500 character limit). N/A

6. *Does the entity currently have policies and due diligence processes in place related to forced labour and/or child labour? (Required)

- Yes

6.1 *If yes, which of the following elements of the due diligence process has the entity implemented in relation to forced labour and/or child labour? Select all that apply. (Required)

- Embedding responsible business conduct into policies and management systems

7. Please provide additional information on the entity's policies and due diligence processes in relation to forced

labour and child labour (if applicable) (1,500 character limit). N/A

8. *Has the entity identified parts of its activities and supply chains that carry a risk of forced labour or child labour being used? (Required)

- Yes, we have started the process of identifying risks, but there are still gaps in our assessments.

8.1 *If yes, has the entity identified forced labour or child labour risks related to any of the following aspects of its activities and supply chains? Select all that apply. (Required)

- The locations of its activities, operations or factories
- The use of migrant labour

9. *Has the entity identified forced labour or child labour risks in its activities and supply chains related to any of the following sectors and industries? Select all that apply. (Required)

- Agriculture, forestry, fishing and hunting
- Mining, quarrying, and oil and gas extraction
- Manufacturing
- Wholesale trade
- Retail trade
- Transportation and warehousing
- Finance and insurance

10. Please provide additional information on the parts of the entity's activities and supply chains that carry a risk of forced labour or child labour being used, as well as the steps that the entity has taken to assess and manage that risk (if applicable) (1,500 character limit). N/A

11. *Has the entity taken any measures to remediate any forced labour or child labour in its activities and supply chains? (Required)

- No, we have not taken any remediation measures.

11.1 *If yes, which remediation measures has the entity taken? Select all that apply. (Required)

12. Please provide additional information on any measures the entity has taken to remediate any forced labour or child labour (if applicable) (1,500 character limit). N/A

13. *Has the entity taken any measures 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 its activities and supply chains? (Required)

- Not applicable, we have not identified any loss of income to vulnerable families resulting from measures taken to eliminate the use of forced labour or child labour in our activities and supply chains.

14. Please provide additional information on any measures the entity has 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 its activities and supply chains (if applicable) (1,500 character limit). N/A

15. *Does the entity currently provide training to employees on forced labour and/or child labour? (Required)

- Yes

15.1 *If yes, is the training mandatory? (Required)

- Yes, the training is mandatory for employees making contracting or purchasing decisions.

16. Please provide additional information on the training the entity provides to employees on forced labour and child labour (if applicable). (1,500 character limit). N/A

17. *Does the entity currently have policies and procedures in place to assess its effectiveness in ensuring that forced labour and child labour are not being used in its activities and supply chains? (Required)

- Yes

17.1 *If yes, what method does the entity use to assess its effectiveness? Select all that apply. (Required)

- Setting up a regular review or audit of the organization's policies and procedures related to forced labour and child labour
- Tracking relevant performance indicators, such as levels of employee awareness, numbers of cases reported and solved through grievance mechanisms and numbers of contracts with anti-forced labour and -child labour clauses

18. Please provide additional information on how the entity assesses its effectiveness in ensuring that forced labour and child labour are not being used in its activities and supply chains (if applicable). (1,500 character limit). N/A