



## ANNUAL REPORT

### PURPOSE

Hornepayne Lumber Limited Partnership (“HPL”) created this annual report for the 2025 financial reporting year in order to meet its obligations and reporting requirements pursuant to the *Fighting Against Forced Labour and Child Labour in Supply Chains Act*, SC 2023, c 9 (the “Act”).

### OUR COMMITMENT

HPL is strongly committed to preventing the risk that forced labor or child labor is used at any step of its production 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 employs approximately 100 employees, and it also hires 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 Jackpine, Eastern White Spruce, and Black Spruce. The lumber is sold directly to retailers, wholesalers, and distributors. Approximately 60% of the customers 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 in Canada.

Access to abundant, affordable, and secure forest sources is of critical importance. HPL shares its forest resources with many other forest users, and it works in cooperation with forest stakeholders to conserve forest resources for future generations.

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

### POLICIES AND DUE DILIGENCE PROCESSES

HPL did not maintain policies or due diligence processes related to forced labor and/or child labor in 2025. It is still assessing what policies and procedures may be appropriate, in order to write a main policy.

