



 sonepar

2026 Modern Slavery Report

Foreword from our Chairman of the Board

Sonepar is an independent family-owned group standing as the world leader in business-to-business (“B-to-B”) distribution of electrical products, solutions and related services. Present in close to forty (40) countries and drawing on the skill and passion of its 46,000 associates, Sonepar is committed to high ethical, social and environmental standards. In Canada, Sonepar operates through six (6) established local distributor brands, namely Dixon, Electrozad, Gescan, Lumen, Texcan and Robertson.

In accordance with the Fighting Against Forced Labour and Child Labour in Supply Chains Act (“Modern Slavery Act”), Sonepar Canada Inc. (“Sonepar Canada”), as a joint reporting entity, is filing its Annual Report, covering the financial reporting period from January 1, 2025 to December 31, 2025 (“FY25 Report”). This FY25 Report outlines the measures taken to prevent and reduce modern slavery risks when conducting business and covers the seven (7) mandatory criteria set out in section 11 of the Modern Slavery Act. To guide our approach, we have used the federal government’s published guidance for entities modified as of December 18, 2025.

Sonepar Canada is not aware of any instances of forced or child labour in its supply chain and is committed to uphold the intent and requirements of the Modern Slavery Act. We understand that ethical and responsible procurement is an important part of being Canada’s electrical distributor of choice.

Principal Governing Body Approval

This FY25 Report was approved by the Board of Sonepar Canada in their capacity (in accordance with section 11 of the Modern Slavery Act).

Signature of the Responsible Member

In accordance with the requirements of the Modern Slavery Act, and more particularly section 11 thereof, I, Robert Taylor, in my capacity as Chairman of the Board of Sonepar Canada, attest that I have reviewed the information contained in the FY25 Report on behalf of Sonepar Canada and its Canadian affiliates Electrozad Supply Company Limited and Robertson Electric Wholesale 2008 Limited. 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 Modern Slavery Act, for the reporting year listed within this report.



Robert Taylor
Chairman of the Board of Directors of Sonepar Canada Inc.
May 13, 2026
I have the authority to bind Sonepar Canada Inc.

SONEPAR CANADA INC. FY25 REPORT

1. The reporting entities

In accordance with section 11 of the Modern Slavery Act, this joint FY25 Report includes Sonepar Canada Inc. and its affiliates Electrozaad Supply Company Limited (“Electrozaad”) and Robertson Electric Wholesale 2008 Limited (“Robertson”) (collectively referred to as “Sonepar Canada Entities” and also, from time to time, as “Sonepar”, “we”, “us”, or “our”).

The Sonepar Canada Entities are independent family-owned companies with leadership in the business-to-business (“B-to-B”) distribution of electrical, industrial and safety products, and related solutions.

Sonepar Canada is incorporated under the laws of the Province of Québec, with its headquarters located in Laval, Québec.

Electrozaad is incorporated under the laws of the Province of Ontario, with its headquarters located in Windsor, Ontario.

Robertson is incorporated under the laws of the Province of Ontario, with its headquarters located in Vaughan, Ontario.

2. Sonepar Canada entities’ structure, operations and supply chain

a) Our structure

In 2025, Sonepar Canada was represented by the following six (6) locally managed electrical and industrial distributor brands: Dixon, Electrozaad, Gescan, Lumen, Robertson and Texcan.



With over 100 branches, 4 distribution centers, and over 2,500 associates in Canada, Sonepar’s core business is the distribution of electrical products, as well as related solutions. With the rapid growth of technology, it provides a network of specialists who have the training and expertise to develop solutions tailored to its customers’ needs.

b) Our operations

Our core business is the distribution of electrical, industrial and safety products, and related solutions in Canada. We offer a wide range of product categories:



The main markets we serve are the following:

Industrial: Automation, Process and Electrical Products for the Industrial Market

Commercial: Wire, Distribution, Lighting, Installation Material

Utility: High Voltage Cable, Accessories, Tools

Residential: Wiring Devices, Lighting, Distribution, Lifestyle Solutions

Institutional: Lighting, Control, Distribution, Network Products

To support our customers, we also offer a blend of solutions and services in Automation and Control, Process Control, Datacom, Electrical Vehicle Charging, Power and Distribution, Health and Safety, Lighting, Smart Home, Tools and Equipment and Wire and Cable.

c) Our supply chain

Through a strong focus on quality and compliance with standards, we source and distribute best-in-class products and solutions to meet our customers' day-to-day needs. We do this by carefully selecting our suppliers, and building long-term relationships with them, based on their ability to innovate, recommend appropriate products, and continuously improve. In Canada, our supply chain is predominantly composed of Canadian and other North American recognized suppliers.

In addition, to help support our business offerings, we engage with a range of suppliers who provide us with different goods and services used internally, in the normal course of business. These suppliers may, for instance, include cleaning services, office supplies, professional services and more. The majority of these suppliers are from Canada or other North American locations.

3. **Actions taken to address risks of modern slavery practices, including due diligence and remediation processes**

The section below provides an overview of the steps taken during the reporting period to assess and address the risks of modern slavery practices in our operations and supply chain.

a) **Global policies and procedures**

Sonepar has a comprehensive Compliance Program composed of several policies, procedures and practices designed to assess and address compliance with legal and regulatory requirements, including modern slavery:

- [Code of Conduct](#): this is the reference document for global compliance and integrity within Sonepar, together with our internal Compliance Policies and Procedures Manual. The Code of Conduct has been updated in June 2025.
- [Business Partners Code of Conduct](#) : Sonepar expects its business partners to commit to the same high ethical standards. As such, we use a dedicated Business Partners Code of Conduct that sets out the standards Sonepar requires from its suppliers, mainly with respect to human rights and working conditions. The document was reviewed and updated in December 2024.
- [Statement on Conflict Minerals](#): Sonepar is deeply committed to responsible sourcing, as an important part of its CSR strategy. We do our best to ensure that our suppliers' products and components do not contribute to adverse impacts on human rights.
- [Human Rights Policy](#): this global policy applies to all Sonepar entities and associates, and sets out Sonepar's human rights commitments and the requirements expected of its business partners.
- [CSR Report](#): Sonepar's 2025 Corporate Social Responsibility strategy reinforces its strong commitment to social responsibility, human rights and ethical business conduct. CSR remains fully embedded in Sonepar's global strategy, with concrete actions deployed at Head Office, regional, country and operational levels. Sonepar continues to support the United Nations Global Compact, reaffirming its commitment to human rights, fair labor practices, safe working conditions and the fight against corruption, while aligning its actions with the UN Sustainable Development Goals (SDGs) for 2030. In 2025, Sonepar placed particular emphasis on the protection and promotion of human rights across its own operations and throughout its value chain, including suppliers and business partners. Sonepar continues to strengthen diversity, equity and inclusion, associate well-being, skills development, and health and safety as key pillars of sustainable performance. A reinforced duty of care and vigilance approach enables Sonepar to identify, prevent and mitigate

social and human rights risks related to its activities and those of its subsidiaries and suppliers. This approach remains aligned with the French Duty of Care Law of March 27, 2017 and prepares Sonepar for enhanced social and sustainability reporting requirements under the European Corporate Sustainability Reporting Directive (CSRD). Through this framework, Sonepar reaffirms its ambition to create long-term value while acting as a responsible employer and business partner.

Furthermore, Sonepar has a dedicated global policy with respect to due diligence and monitoring of customers, suppliers of goods for resale, non-trade suppliers and service providers, joint venture partners and intermediaries (“Business Partners”) based on a multi criteria risk analysis, including a monitoring and reporting component (including human rights issues). This global policy requires the implementation of local business processes to help evaluate the integrity and reputation of our Business Partners. More information in this regard is available in Section 3 b) of this FY25 Report.

To support its Compliance Program, Sonepar has also established a dedicated Speak Up Reporting System, administered by a third party organization and compliant with the French Law. It enables all current or former Sonepar associates and any external stakeholders to report conduct or situations that may require investigation or raise ethical concerns, including, but not limited to fraud, theft, corruption, human rights violations, and social law . The reports may be submitted 24/7 by phone, by email and [online](#) . Report handling processes and non-retaliation safeguards continue to support a culture of transparency and accountability.

b) **Local policies and procedures**

As part of our Compliance Program, Sonepar Canada has adopted local policies and procedures to help assess and address the risks of modern slavery:

- A local policy to help evaluate the integrity and reputation of certain Business Partners who meet certain established thresholds. Such Business Partners are subject to additional review and ongoing monitoring throughout the duration of their business relationship with Sonepar Canada. This is done through a risk management database, administered by an independent third party, which assesses integrity, ethical and compliance risks, including but not limited to those pertaining to modern slavery.
- Our standard Terms and Conditions of Purchase include provisions whereby suppliers agree to act in compliance with Sonepar’s Compliance Program and, in particular, with our Business Partners Code of Conduct.

4. Risks of modern slavery practices in our activities and supply chain

Given our structure and operations, the nature and origins of our supply chain and the actions we are taking to ensure that we act as a responsible corporate citizen, the risks of modern slavery practices in Sonepar Canada Entities’ activities and supply chain are low. We are not aware of any instances of forced or child labour in our supply chain.

A risk mapping project specifically related to human rights was conducted at Sonepar. The purpose of this project was to deepen the analysis of certain risks pertaining to human rights, with a view to identifying the most significant human rights risks related to Sonepar’s activities in the different countries it operates in

and those of its suppliers. The project was conducted in 2023 and focused on most exposed countries, operating subsidiaries and suppliers (defined in accordance with the supplier's country of activity or location, the number of associates and the volume and types of purchases), according to criteria derived from international institutions or non-governmental organizations. Canada, as a country of operation, and Sonepar Canada as operating subsidiary of Sonepar, were identified as representing a low risk in terms of possible exposure to forced or child labour. This risk mapping was thereafter incorporated and replaced by a double materiality assessment exercise first conducted in 2024 and updated in 2025, in line with the requirements of the Corporate Sustainability Reporting Directive (CSRD). This exercise is based on the identification of impacts, risks, and opportunities across the value chain and a structured evaluation to determine the most material sustainability topics to be reported on and managed. The results of this assessment form the foundation of the report's structure and Sonepar's CSR priorities.

5. Remediation

As mentioned previously, we are not aware of any instances of forced or child labour in our supply chain. As such, we have not taken any remedial actions.

We continuously monitor the integrity and reputation of the suppliers we use in our activities and supply chain through our risk management database, which assesses integrity, ethical and compliance risks, including but not limited to those pertaining to modern slavery.

Our Speak Up Reporting System is available 24/7 and any allegations that may arise will be properly investigated.

6. Training

Sonepar has a comprehensive ethics and compliance training program across the company. The program exists since 2018 and consists of custom e-learning modules organized for associates having the most at-risk functions. Additional mandatory training courses are also deployed on a case-by-case basis for select groups of associates as deemed necessary. All our entities are included in the comprehensive ethics and compliance training program, which consists of custom e-learning modules organized for the associates having the most at-risk functions.

As mentioned previously, Sonepar conducted a risk mapping project specifically related to human rights. In the course of this project, a number of Sonepar entities were prompted to undertake specific trainings pertaining to modern slavery, but Sonepar Canada was identified as representing a low risk in terms of possible exposure to forced or child labour and was therefore exempted from conducting such trainings.

7. Assessment of effectiveness of actions

Sonepar has a robust and standardized internal control and assessment system that covers an extensive range of operating rules and processes. This internal control framework serves to evaluate the effectiveness and implementation of our policies and practices throughout the company, including those relating to human rights. Internal control campaigns are conducted annually.

In addition, an internal audit function exists at Sonepar to help ensure that our company's standards are implemented and complied with across the organization, including in Canada. Occasionally also, external

auditors are engaged to review the adequacy and effectiveness of our actions.

In May 2023, Sonepar won the Duty of Care Award, presented by the International SOS Foundation, in the Environmental, Social and Governance (ESG) categories.

In December 2025, the independent-analysis company EcoVadis awarded Sonepar the “Platinum” rating in sustainability, placing Sonepar in the top 1% rated companies worldwide. EcoVadis evaluates how well companies integrate sustainability into their operations across 21 criteria within : environment, labour and human rights, along with ethics and sustainable procurement. EcoVadis' mission is to provide reliable, globally recognized sustainability ratings and insights, enabling all businesses to reduce risks, drive improvement and accelerate positive impact on our planet and society.

Finally, Sonepar Canada holds a TRAC profile number which is issued to companies having completed a baseline due diligence review to demonstrate transparency and ethical business practices, including with respect to human rights.

Conclusion

Sonepar Canada Entities are committed to very high ethical and social standards and will continue to lead by example by doing what is right, making integrity and ethics the foundation of everything we do. We are not aware of any instances of forced or child labour in our supply chain and will continue to assess and monitor possible risks of modern slavery practices in accordance with our comprehensive Compliance Program.



2025 Modern Slavery Report

Foreword from our Chairman of the Board

Sonepar is an independent family-owned group standing as the world leader in business-to-business (“B-to-B”) distribution of electrical equipments, solutions and services. Present in forty (40) countries and drawing on the skill and passion of its 45,000 associates, Sonepar is committed to high ethical, social and environmental standards. In 2024, Sonepar celebrated 40 years in Canada through its eight (8) established local distributor brands, namely Aztec, Blueway, Dixon, Gescan, Lumen, MGM, Sesco and Texcan, along with three (3) new affiliates, namely Electroзад Supply Company Limited, Robertson Electric Wholesale 2008 Limited and Robertson Electric Wholesale British Columbia Limited. These newly acquired affiliates integrated Sonepar’s comprehensive Compliance Program promptly after joining our group.

In accordance with the Fighting Against Forced Labour and Child Labour in Supply Chains Act (“Modern Slavery Act”), Sonepar Canada Inc. (“Sonepar Canada”), as a joint reporting entity, is filing its Annual Report, covering the financial reporting period from January 1, 2024 to December 31, 2024 (“FY24 Report”). This FY24 Report outlines the measures taken to prevent and reduce modern slavery risks when conducting business and covers the seven (7) mandatory criteria set out in section 11 of the Modern Slavery Act. To guide our approach, we have used the federal government’s published guidance for entities modified as of November 11, 2024.

Sonepar Canada is not aware of any instances of forced or child labour in its supply chain and is committed to uphold the intent and requirements of the Modern Slavery Act. We understand that ethical and responsible procurement is an important part of being Canada’s electrical distributor of choice.

Principal Governing Body Approval

This FY24 Report was approved by the Board of Sonepar Canada in their capacity (in accordance with section 11 of the Modern Slavery Act).

Signature of the Responsible Member

In accordance with the requirements of the Modern Slavery Act, and more particularly section 11 thereof, I, Robert Taylor, in my capacity as Chairman of the Board of Sonepar Canada, the ultimate owner of Sonepar Canada’s affiliates, attest that I have reviewed the information contained in the FY24 Report on behalf of Sonepar Canada, Electroзад Supply Company Limited, Robertson Electric Wholesale 2008 Limited and Robertson Electric Wholesale British Columbia Limited 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 within this report.



Robert Taylor
Chairman of the Board of Directors of Sonepar Canada Inc.
April 21, 2025

I have the authority to bind Sonepar Canada inc.

SONEPAR CANADA INC. FY24 REPORT

1. The reporting entities.

In accordance with section 11 of the Modern Slavery Act, this joint FY24 Report includes Sonepar Canada Inc. and its affiliates Electrozad Supply Company Limited (“Electrozad”), Robertson Electric Wholesale 2008 Limited (“Robertson”) and Robertson Electric Wholesale British Columbia Limited. (“Robertson BC”) (collectively referred to as “Sonepar Canada Entities” and also, from time to time, as “Sonepar”, “we”, “us”, or “our”).

The Sonepar Canada Entities are independent family-owned companies with leadership in the business-to-business (“B-to-B”) distribution of electrical, industrial and safety products, and related solutions.

Sonepar Canada is incorporated under the laws of the Province of Québec, with its headquarters located in Laval, Québec.

Electrozad is incorporated under the laws of the Province of Ontario, with its headquarters located in Windsor, Ontario.

Robertson is incorporated under the laws of the Province of Ontario, with its headquarters located in Vaughan, Ontario.

Robertson BC is incorporated under the laws of the Province of British Columbia, with its headquarters located in Langley, British Columbia.

2. Sonepar Canada Entities’ structure, operations and supply chain

a) Our structure

In the first quarter of its FY24, Sonepar Canada was represented by the following eight (8) locally managed electrical and industrial distributor brands: Aztec, Blueway, Dixon, Gescan, Lumen, MGM, SESCO and Texcan and did not have any other Canadian affiliate.



With over 100 branches, 3 distribution centers, and over 1,900 associates in Canada, Sonepar's core business is the distribution of electrical products, as well as related solutions. With the rapid growth of technology, it provides a network of specialists who have the training and expertise to develop solutions tailored to its customers' needs.

On April 1, 2024, Sonepar Canada acquired ElectroZad, a market leader in southwestern Ontario, which extended Sonepar Canada's geographical footprint in the province of Ontario with 5 branches and over 125 associates.



On August 30, 2024, Sonepar Canada also acquired Robertson, a highly respected electrical distributor doing business throughout Canada with 19 branches and over 400 associates.



b) Our operations

Our core business is the distribution of electrical, industrial and safety products, and related solutions in Canada. We offer a wide range of product categories:



The main markets we serve are the following:

Industrial: Automation, Process and Electrical Products for the Industrial Market

Commercial: Wire, Distribution, Lighting, Installation Material

Utility: High Voltage Cable, Accessories, Tools

Residential: Wiring Devices, Lighting, Distribution, Lifestyle Solutions

Institutional: Lighting, Control, Distribution, Network Products

To support our customers, we also offer a blend of solutions and services in Automation and Control, Process Control, Datacom, Electrical Vehicle Charging, Power and Distribution, Health and Safety, Lighting, Smart Home, Tools and Equipment and Wire and Cable.

c) **Our supply chain**

Through a strong focus on quality and compliance with standards, we source and distribute best-in-class products and solutions to meet our customers' day-to-day needs. We do this by carefully selecting our suppliers, and building long-term relationships with them, on the basis of their ability to innovate, recommend appropriate products, and continuously improve. In Canada, our supply chain is predominantly composed of Canadian and other North American recognized suppliers.

In addition, to help support our business offerings, we engage with a range of suppliers who provide us with different goods and services used internally, in the normal course of business. These suppliers may, for instance, relate to cleaning services, office supplies, professional services and more. The majority of such suppliers are from Canada or other North American locations.

3. Actions taken to address risks of modern slavery practices, including due diligence and remediation processes

The section below provides an overview of the steps taken during the reporting period to assess and address the risks of modern slavery practices in our operations and supply chain. Our newly acquired affiliates have integrated Sonepar's comprehensive Compliance Program promptly after they joined the group.

a) **Global policies and procedures**

Sonepar has a comprehensive Compliance Program which is composed of several policies, procedures and practices designed to assess and address compliance with legal and regulatory requirements, including modern slavery:

- [Code of Conduct](#): this is the reference document for global compliance and integrity within Sonepar, together with our internal Compliance Policies and Procedures Manual. The Code of Conduct has been updated in December 2024.
- [Business Partners Code of Conduct](#) : Sonepar expects its business partners to commit to the same high ethical standards. As such, we use a dedicated Business Partners Code of Conduct that sets out the standards Sonepar requires from its suppliers, mainly with respect to human rights and working conditions. The document was reviewed and updated in December 2024.
- [Statement on Conflict Minerals](#): Sonepar is deeply committed to responsible sourcing, as an important part of its CSR strategy. We do our best to ensure that our suppliers' products and components do not contribute to adverse impacts on human rights.
- [Human Rights Policy](#): this global policy applies to all Sonepar entities and associates, and outlines Sonepar's requirement to comply with various aspects of human rights.
- [CSR Report](#): Sonepar's Corporate Social Responsibility strategy demonstrates a firm commitment to deploying action plans intended to minimize the impact of its activities on the environment and society. As part of this approach, Sonepar joined the United Nations Global Compact in 2021 and is committed to supporting the 10 principles of voluntary international framework. These relate to respect for human rights, international labour and environmental standards, and the fight against corruption. Also, Sonepar has integrated the United Nations' Sustainable Development Goals (SDGs) for 2030 into its CSR approach. These objectives are implemented through its core business and through actions and initiatives at each of the Head Office, Region, Country and operational subsidiary levels. In addition, Sonepar applies a vigilance approach, which covers its own activities as well as those of all its consolidated operating subsidiaries and its suppliers. Said approach is modeled on the principles of the March 27, 2017 law on the duty of care of parent companies. This decision anticipates the obligations arising from the *EU's Corporate Sustainability Reporting Directive of December 14, 2022*.

Furthermore, Sonepar has implemented a dedicated global policy with respect to due diligence and monitoring of customers, suppliers, vendors, service providers and intermediaries ("Business Partners"). This global policy requires the implementation of local business processes to help evaluate the integrity and reputation of our Business Partners. More information in this regard is available in Section 3 b) of this FY24 Report.

To support its Compliance Program, Sonepar has also established a dedicated whistleblowing platform referred to as the Speak Up Line, administered by a third party organization and compliant with the Sapin II Law. It enables all associates and stakeholders to report any suspected violations of our Code of Conduct as well as instances of fraud, theft, corruption, violations of law, or threats to Sonepar's business integrity, including violations or potential violations that may relate to human rights. This platform is available 24/7 over the phone, by email and through an [Alert Platform](#) open to all, confidential and secure. It is available in 20 languages and follows best practices.

b) **Local policies and procedures**

As part of our Compliance Program, Sonepar Canada has adopted local policies and procedures to help assess and address the risks of modern slavery:

- A local policy to help evaluate the integrity and reputation of certain Business Partners who meet certain established thresholds. Such Business Partners are subject to additional review and ongoing monitoring throughout the duration of their business relationship with Sonepar Canada. This is done through a risk management database, administered by an independent third party, which assesses integrity, ethical and compliance risks, including but not limited to those pertaining to modern slavery.
- Our standard Terms and Conditions of Purchase include provisions whereby suppliers agree to act in compliance with Sonepar's Compliance Program and, in particular, with our Business Partners Code of Conduct.

4. Risks of modern slavery practices in our activities and supply chain

Given our structure and operations, the nature and origins of our supply chain and the actions we are taking to ensure that we act as a responsible corporate citizen, the risks of modern slavery practices in Sonepar Canada Entities' activities and supply chain are low. We are not aware of any instances of forced or child labour in our supply chain.

A risk mapping project specifically related to human rights was conducted at Sonepar. The purpose of this project was to deepen the analysis of certain risks pertaining to human rights, with a view to identify the most significant human rights risks related to Sonepar's activities in the different countries it operates in and those of its suppliers. The project was conducted in 2023 and focused on most exposed countries, operating subsidiaries and suppliers (defined in accordance with the supplier's country of activity or location, the number of associates and the volume and types of purchases), according to criteria derived from international institutions or non-governmental organizations. Canada, as a country of operation, and Sonepar Canada as operating subsidiary of Sonepar, were identified as representing a low risk in terms of possible exposure to forced or child labour.

5. Remediation

As mentioned previously, we are not aware of any instances of forced or child labour in our supply chain. As such, we have not taken any remedial actions.

We continuously monitor the integrity and reputation of the suppliers we use in our activities and supply chain through our risk management database, which assesses integrity, ethical and compliance risks, including but not limited to those pertaining to modern slavery.

Our reporting platform is available in more than 20 languages and any allegations that may arise will be properly investigated.

6. Training

Sonepar has launched a comprehensive ethics and compliance training program across the company. The program exists since 2018 and consists of custom e-learning modules organized for associates having the most at-risk functions. Additional mandatory trainings are also deployed on a case-by-case basis for select groups of associates as deemed necessary. Our newly acquired entities are now included in the comprehensive ethics and compliance training program, which consists of custom e-learning modules organized for the associates having the most at-risk functions.

As mentioned previously, Sonepar conducted a risk mapping project specifically related to human rights. In the course of this project, a number of Sonepar entities were prompted to undertake specific trainings pertaining to modern slavery, but Sonepar Canada was identified as representing a low risk in terms of possible exposure to forced or child labour and was therefore exempted from conducting such trainings.

7. Assessment of effectiveness of actions

Sonepar has a robust and standardized internal control and assessment system that covers an extensive range of operating rules and processes. This internal control framework serves to evaluate the effectiveness and implementation of our policies and practices throughout the company, including those relating to human rights. Internal control campaigns are conducted annually.

In addition, an internal audit function exists at Sonepar to help ensure that our company's standards are implemented and complied with across the organization, including in Canada. Occasionally also, external auditors are engaged to review the adequacy and effectiveness of our actions.

In May 2023, Sonepar won the Duty of Care Award, presented by the International SOS Foundation, in the Environmental, Social and Governance (ESG) categories.

In November 2024, the independent-analysis company EcoVadis awarded Sonepar the "Gold" rating in sustainability, placing Sonepar in the top 5% rated companies. EcoVadis assesses organizations in four main areas: environment, labour and human rights, along with ethics and sustainable procurement. EcoVadis' mission is to provide the world's most-trusted sustainability ratings, enabling all businesses to reduce risks, drive performance, and improve environmental and social outcomes.

Finally, Sonepar Canada holds a TRAC profile number which is issued to companies having completed a baseline due diligence review to demonstrate transparency and ethical business practices, including with respect to human rights.

Conclusion

Sonepar Canada Entities are committed to very high ethical and social standards and will continue to lead by example by doing what is right, making integrity and ethics the foundation of everything we do. We are not aware of any instances of forced or child labour in our supply chain and will continue to assess and monitor possible risks of modern slavery practices in accordance with our comprehensive Compliance Program.



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2024 Modern Slavery Report

Foreword from our Chairman of the Board

Sonepar is an independent family-owned group with global leadership in business-to-business (“B-to-B”) distribution of electrical products, solutions and related services. Present in forty (40) countries and drawing on the skill and passion of its 45,000 associates, Sonepar is committed to high ethical, social and environmental standards. In 2023, Sonepar was represented by eight (8) different local distributor brands in Canada, namely Aztec, Blueway, Dixon, Gescan, Lumen, MGM, Sesco and Texcan.

In accordance with the Fighting Against Forced Labour and Child Labour in Supply Chains Act (“Modern Slavery Act”), Sonepar Canada Inc. (“Sonepar Canada”), as single reporting entity, is filing its Annual Report, covering the financial reporting period from January 1, 2023 to December 31, 2023 (“FY23 Report”). This FY23 Report outlines the measures taken to prevent and reduce modern slavery risks when conducting business, and covers the seven (7) mandatory criteria set out in section 11 of the Modern Slavery Act. To guide our approach, we have used the federal government’s first published guidance on the Modern Slavery Act’s requirement on December 20, 2023 and its amendment of March 7, 2024.

Sonepar Canada is not aware of any instances of forced or child labour in its supply chain and is committed to uphold the intent and requirements of the Modern Slavery Act. We understand that ethical and responsible procurement is an important part of being Canada’s electrical distributor of choice.

Principal Governing Body Approval

This FY23 Report was approved by the Board of Sonepar Canada in their capacity (in accordance with section 11 of the Modern Slavery Act).

Signature of Responsible Member

This FY23 Report is signed by Robert Taylor, Chairman of the Board of Sonepar Canada (in accordance with section 11 of the Modern Slavery Act).



Robert Taylor,
Chairman of the Board of Directors of Sonepar Canada Inc.
May 23, 2024

SONEPAR CANADA INC. FY23 REPORT

1. The reporting entity – Sonepar Canada Inc.

In accordance with section 11 of the Modern Slavery Act, the single reporting entity is Sonepar Canada Inc. (“Sonepar Canada”), an independent family-owned company with leadership in the business-to-business (“B-to-B”) distribution of electrical, industrial and safety products, and related solutions.

Sonepar Canada is incorporated under the laws of the Province of Québec, with its headquarters located in Laval, Québec (Sonepar Canada will also, from time to time, be referred to as “Sonepar”, “we”, “us”, or “our”).

2. Sonepar Canada’s structure, operations and supply chain

a) Our structure

In 2023, Sonepar Canada was represented by the following eight (8) locally managed electrical and industrial distributor brands: Aztec, Blueway, Dixon, Gescan, Lumen, MGM, Sesco and Texcan. At the end of the reporting period, Sonepar did not have any other Canadian affiliate.



Our company has over 100 branches, 3 distribution centers, and over 1,900 associates.

b) **Our operations**

Our core business is the distribution of electrical, industrial and safety products, and related solutions in Canada. We offer a wide range of product categories:



The main markets we serve are the following:

Industrial: Automation, Process and Electrical Products for the Industrial Market

Commercial: Wire, Distribution, Lighting, Installation Material

Utility: High Voltage Cable, Accessories, Tools

Residential: Wiring Devices, Lighting, Distribution, Lifestyle Solutions

Institutional: Lighting, Control, Distribution, Network Products

To support our customers, we also offer a blend of solutions and services in Automation and Control, Process Control, Datacom, Electrical Vehicle Charging, Power and Distribution, Health and Safety, Lighting, Smart Home, Tools and Equipment and Wire and Cable.

c) **Our supply chain**

Through a strong focus on quality and compliance with standards, we source and distribute best-in-class products and solutions to meet our customers' day-to-day needs. We do this by carefully selecting our suppliers, and building long-term relationships with them, on the basis of their ability to innovate, recommend appropriate products, and continuously improve. In Canada, our supply chain is predominantly composed of Canadian and other North American recognized suppliers.

In addition, to help support our business offerings, we engage with a range of suppliers who provide us with different goods and services used internally, in the normal course of business. These suppliers may, for instance, relate to cleaning services, office supplies, professional services and more. The majority of such suppliers are from Canada or other North American locations.

3. Actions taken to address risks of modern slavery practices, including due diligence and remediation processes

The section below provides an overview of the steps taken during the reporting period to assess and address the risks of modern slavery practices in our operations and supply chain.

a) **Global policies and procedures**

Sonepar has a comprehensive Compliance Program which is composed of several policies, procedures and practices designed to assess and address compliance with legal and regulatory requirements, including modern slavery:

- [Code of Conduct](#): this is the reference document for global compliance and integrity within Sonepar, together with our internal Compliance Policies and Procedures Manual.
- [Supplier Code of Conduct](#): Sonepar expects its business partners to commit to the same high ethical standards. As such, we use a dedicated Supplier Code of Conduct that sets out clearly defined expectations.
- [Statement on Conflict Minerals](#): Sonepar is deeply committed to responsible sourcing, as an important part of its CSR strategy. We do our best to ensure that our suppliers' products and components do not contribute to adverse impacts on human rights.
- [Human Rights Policy](#): this global policy applies to all Sonepar entities and associates, and outlines Sonepar's requirement to comply with various aspects of human rights.
- [CSR Report](#): Sonepar's Corporate Social Responsibility strategy demonstrates a firm commitment to deploying action plans intended to minimize the impact of its activities on the environment and society. As part of this approach, Sonepar joined the United Nations Global Compact in 2021 and is committed to supporting the 10 principles of voluntary international framework. These relate to respect for human rights, international labour and environmental standards, and the fight against corruption. Also, Sonepar has integrated

the United Nations' Sustainable Development Goals (SDGs) for 2030 into its CSR approach. These objectives are implemented through its core business and through actions and initiatives at each of the Head Office, Region, Country and operational subsidiary levels. Sonepar also applies a vigilance approach, which covers its own activities as well as those of all its consolidated operating subsidiaries and its suppliers. Said approach is modeled on the principles of the March 27, 2017 law on the duty of care of parent companies. This decision anticipates the obligations arising from the *EU's Corporate Sustainability Reporting Directive of December 14, 2022*.

Sonepar has also implemented a dedicated global policy with respect to due diligence and monitoring of customers, suppliers, vendors, service providers and intermediaries ("Business Partners"). This global policy requires the implementation of local business processes to help evaluate the integrity and reputation of our Business Partners. More information in this regard is available in Section 3 b) of this FY23 Report.

To support its Compliance Program, Sonepar has also established a dedicated resource for reporting actual or potential violations of our Code of Conduct as well as instances of fraud, theft, corruption, violations of law, or threats to Sonepar's business integrity, including violations or potential violations that may relate to human rights. Our [reporting system](#) is open to all, confidential, secure and administered by a third party. It is available in 20 languages and follows best practices.

b) **Local policies and procedures**

As part of our Compliance Program, Sonepar Canada has adopted local policies and procedures to help assess and address the risks of modern slavery:

- A local policy to help evaluate the integrity and reputation of certain Business Partners who meet certain established thresholds. Such Business Partners are subject to additional review and ongoing monitoring throughout the duration of their business relationship with Sonepar Canada. This is done through a risk management database, administered by an independent third party, which assesses integrity, ethical and compliance risks, including but not limited to those pertaining to modern slavery.
- Our standard Terms and Conditions of Purchase include provisions whereby suppliers agree to act in compliance with Sonepar's Compliance Program and, in particular, with our Supplier Code of Conduct.

4. **Risks of modern slavery practices in our activities and supply chain**

Given our structure and operations, the nature and origins of our supply chain and the actions we are taking to ensure that we act as a responsible corporate citizen, the risks of modern slavery practices in Sonepar Canada's activities and supply chain are low. We are not aware of any instances of forced or child labour in our supply chain.

A risk mapping project specifically related to human rights was recently conducted at Sonepar. The purpose of this project was to deepen the analysis of certain risks pertaining to human rights, with a view to identify the most significant human rights risks related to Sonepar's activities in the different countries where it operates and those of its suppliers. The project was conducted in 2023 and focused on most exposed

countries, operating subsidiaries and suppliers (defined in accordance with the supplier's country of activity or location, the number of associates and the volume and types of purchases), according to criteria derived from international institutions or non-governmental organizations. Canada, as a country of operation, and Sonepar Canada as operating subsidiary of Sonepar, were identified as representing a low risk in terms of possible exposure to forced or child labour.

5. Remediation

As mentioned previously, we are not aware of any instances of forced or child labour in our supply chain. As such, we have not taken any remedial actions.

We continuously monitor the integrity and reputation of the suppliers we use in our activities and supply chain through our risk management database, which assesses integrity, ethical and compliance risks, including but not limited to those pertaining to modern slavery.

Our reporting system is available in more than 20 languages and any allegations that may arise will be properly investigated.

6. Training

Sonepar has launched a comprehensive ethics and compliance training program across the company. The program exists since 2018 and consists of custom e-learning modules organized for associates having the most at-risk functions. Additional mandatory trainings are also deployed on a case-by-case basis for select groups of associates as deemed necessary.

As mentioned previously, Sonepar recently conducted a risk mapping project specifically related to human rights. In the course of this project, certain Sonepar entities were prompted to undertake specific trainings pertaining to modern slavery, but Sonepar Canada was identified as representing a low risk in terms of possible exposure to forced or child labour and was therefore exempted from conducting such trainings.

7. Assessment of effectiveness of actions

Sonepar has a robust and standardized internal control and assessment system that covers an extensive range of operating rules and processes. This internal control framework serves to evaluate the effectiveness and implementation of our policies and practices throughout the company, including those relating to human rights. Internal control campaigns are conducted annually.

In addition, an internal audit function exists at Sonepar to help ensure that our company's standards are implemented and complied with across the organization, including in Canada. Occasionally also, external auditors are engaged to review the adequacy and effectiveness of our actions.

In May 2023, Sonepar won the Duty of Care Award, presented by the International SOS Foundation, in the Environmental, Social, Governance (ESG) category.

In October 2023, the independent-analysis company EcoVadis awarded Sonepar the "Bronze" rating in sustainability. EcoVadis assesses organizations in four main areas: environment, labour and human rights, ethics and sustainable procurement. EcoVadis' mission is to provide the world's most-trusted sustainability

ratings, enabling all businesses to reduce risks, drive performance, and improve environmental and social outcomes.

Finally, Sonepar Canada holds a TRAC profile number which is issued to companies having completed a baseline due diligence review to demonstrate transparency and ethical business practices, including with respect to human rights.

Conclusion

Sonepar Canada is committed to very high ethical and social standards and will continue to lead by example by doing what is right, making integrity and ethics the foundation of everything we do. We are not aware of any instances of forced or child labour in our supply chain and will continue to assess and monitor possible risks of modern slavery practices in accordance with our comprehensive Compliance Program.