

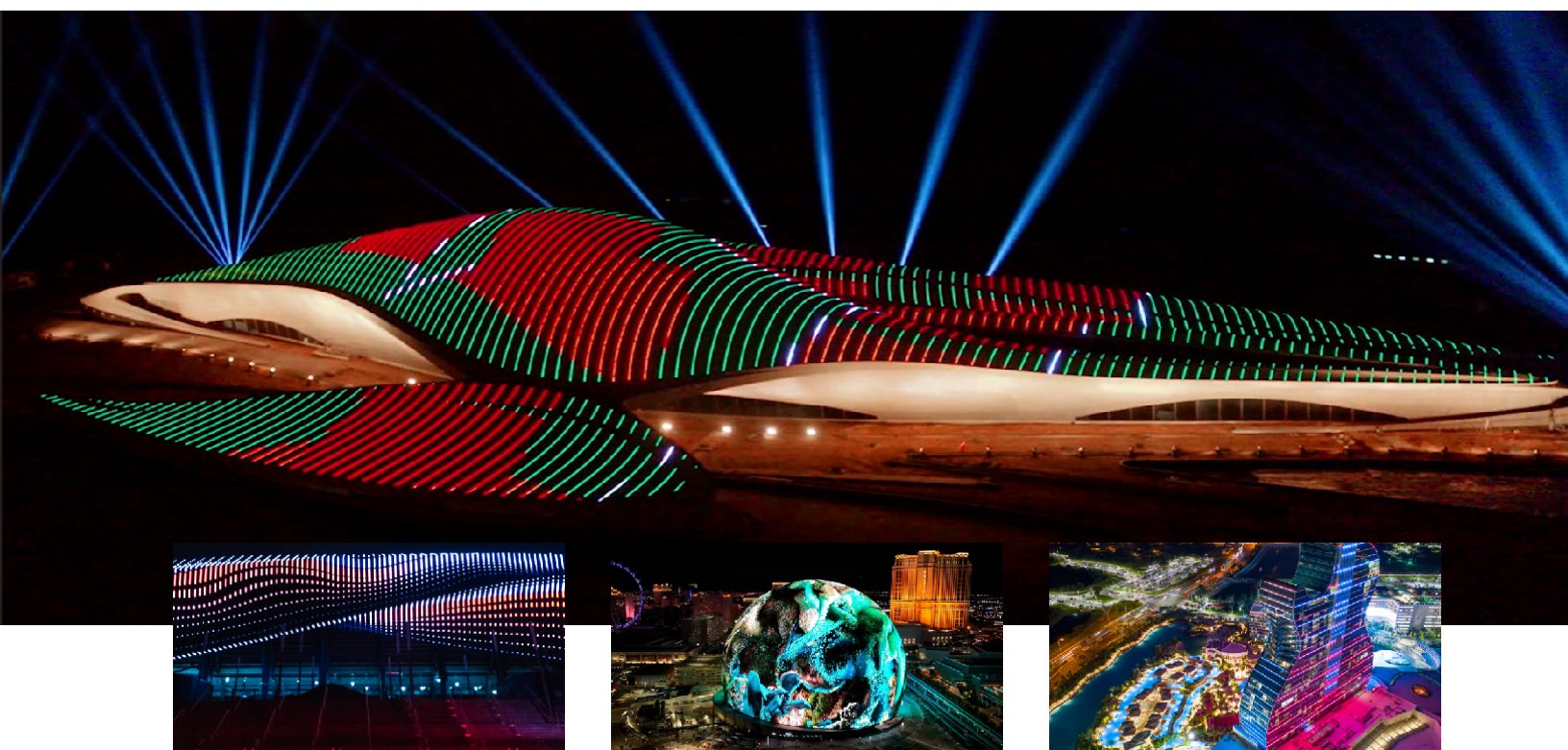


**SACO Technologies Inc.**

6000 Trans Canada Route  
Montreal, QC, H4T 1X9  
Canada

# ANNUAL REPORT

FIGHTING AGAINST FORCED LABOR AND  
CHILD LABOR IN SUPPLY CHAINS ACT



**Reporting Entity:**

SACO Technologies Inc.

**Reporting Period:**

July 01, 2023 to June 30, 2024

**Date of Report:**

May 23, 2025



**SACO Technologies Inc.**

6000 Trans Canada Route  
Montreal, QC, H4T 1X9  
Canada

## **INTRODUCTION TO THE ACT**

Forced labour can be found in every country and every sector. The [International Labour Organization](#) estimates that there are approximately 27.6 million victims of forced labour worldwide, including 17.3 million in the private economy. Forced labour and child labour risks occur primarily through the global supply chains of businesses. There is a risk that goods imported into and distributed in Canada were produced with forced labour or child labour. Entities and government institutions doing business in Canada have a responsibility to ensure that exploitative practices are addressed and eradicated from their supply chains.

The measures introduced through former [Bill S-211, An Act to enact the Fighting Against Forced Labour and Child Labour in Supply Chains Act and to amend the Customs Tariff](#) (the Act), aim to increase industry awareness and transparency and drive businesses to improve practices.

## **SACO'S RESPONSIBILITY**

As a leader in the development, design, and manufacture of LED solid-state lighting and media solutions, SACO plays a role in promoting human rights and responsible business practices. We recognize that risks of forced labor and child labor exist and acknowledge that understanding and managing these risks requires a collaborative approach with our suppliers, our workforce, and other external stakeholders.

Forced labor and child labor are contrary to our Purpose, Vision, and Values. We do not tolerate forced labor or child labor in our organization or in those of our suppliers, and subcontractors. We hold ourselves to the highest standards, and expect our directors, officers, team members, suppliers, and subsidiaries to act with integrity and comply with the laws, regulations and rules that apply to SACO in the jurisdictions where we operate. If instances arise where these expectations are not met, we will respond in an appropriate manner.

This report outlines SACO's governance processes, existing measures, and progress made in the 2024 fiscal year to prevent and mitigate the risks of forced labor and child labor across the supply chain we utilize and the practices and educational efforts we deploy within our organization.



**SACO Technologies Inc.**

6000 Trans Canada Route  
Montreal, QC, H4T 1X9  
Canada

## **1. STRUCTURE, ACTIVITIES, AND SUPPLY CHAINS**

SACO is a pioneer company dedicated to advancing solid-state LED technology in applications with lighting and media. We combine integrated technology, design, and manufacturing to supply high-quality video lighting fixtures and media elements for commercial, retail, and specialty niche market applications. SACO is an innovative manufacturer with marketing/sales efforts throughout the world.

Our engineers spent countless hours devising a program to optimize the potential of LED technology which was the cornerstone in the development of the [SMARTVISION®](#) and [SHOCKWAVE](#) Solid State systems introduced in 1996.

As an innovator, SACO brings unequal expertise to the understanding and creation of high- performance LED Light sources, Media, and Video applications. SACO's state of the art technology, strong commitment to research and development, over 30 years of industry experience, and success in markets throughout the world have earned SACO its place as the worldwide leader in the production of Solid State lighting and LED video systems. SACO is continually improving durability, quality and reliability of its products, while maintaining a state-of-the-art design adaptable to today's dynamic environment. SACO has become the technological leader and preferred brand name in both indoor and outdoor LED solid-state lighting and media solutions. This is possible due to SACO's corporate vision and commitment to innovation, quality, reliability, flexibility and a customer first attitude.

In addition to cutting edge R&D and manufacturing capabilities, SACO has further structured the company in order to offer a full menu of products and services to serve all levels of the market.

SACO accomplished this through its four main product and service Labs:



**SACO Technologies Inc.**

6000 Trans Canada Route  
Montreal, QC, H4T 1X9  
Canada

Building upon our success with our LED video lighting fixtures and media solid-state LED video screens, SACO is committed to producing affordable, high performance, energy efficient lighting and media products for indoor and outdoor use. We have a vast offering of innovative solutions for virtually any lighting or media application.

SACO's Technology has worldwide recognition from Leading Edge LED manufacturers including design and Engineering support. Working with world-renowned artists, SACO is constantly pushing the boundaries of architectural and sustainable designs that are unique to each project with cutting edge technology.

SACO maintains its high level of service and fast response via a strong worldwide partner network. With Corporate offices located in North America, Europe and the Middle East, SACO ensures that all clients receive immediate, local attention.

SACO's mission is to provide our clients with the most comprehensive and dependable integration of Design, Engineering, Products and Support program available in the global marketplace.

**SUPPLY CHAINS:** From an operational perspective, we source electronic and mechanical components for the build of our products and outsource circuit board assembly and sheet metal machining fabrication with final assembly at our headquarters in Montreal, Quebec. The supply chain team at SACO sources via a diverse range of suppliers globally for electronic components, raw materials, finished products, and any subcontracted services for our projects worldwide. We have mapped our supply chain to include our suppliers and their suppliers of raw materials.

## **2. POLICIES AND DUE DILIGENCE PROCESS**

We believe that good governance is the essential foundation of a respectful and inclusive corporate culture that earns trust from and builds value for all our stakeholders. We also realize that respecting human rights is a shared responsibility of all organizations regardless of where they operate globally.

### **INTERNAL POLICIES:**

We have implemented comprehensive internal policies across all departments to ensure ethical labor practices:

- Anti-Harassment
- Human Rights
- No Forced Labor
- No Child Labor
- Working Conditions
- Non-Discrimination and Equal Opportunities
- Workplace Health and Safety Standards



**SACO Technologies Inc.**

6000 Trans Canada Route  
Montreal, QC, H4T 1X9  
Canada

#### **DUE DILIGENCE IN RELATION TO FORCED LABOR AND CHILD LABOR:**

We conducted a detailed review of our top 20 suppliers by dollar spend during the last fiscal year. This accounts for over 88% of procurement fulfillment.

#### **THIS INCLUDED:**

Location Analysis: Evaluating the geographic locations of suppliers to assess the risk of forced and child labor based on the country's labor practices.

Risk Assessment: Countries with a high incidence of forced or child labor were flagged for additional scrutiny.

Policy Review: Obtaining and reviewing suppliers' policies against forced and child labor, including their Business Partner Code of Conduct and Ethics. This involved direct communication with suppliers to obtain and verify their compliance with our standards.

Supply Chain Mapping: Mapping our supply chain to understand the sources of raw materials and the labor practices of sub-suppliers.

### **3. RISK ASSESSMENT AND MANAGEMENT IN RELATION TO FORCED LABOR AND CHILD LABOR**

Country Risk Evaluation: We classified supplier countries based on their risk levels concerning forced and child labor. High-risk countries were identified using data from international labor organizations and human rights reports.

#### **SUPPLIER RISK ANALYSIS:**

- Suppliers located in high-risk countries are flagged and prioritized
- Regular monitoring and assessment of labor practices
- Interviews with workers and management to verify compliance
- Audits whenever possible



**SACO Technologies Inc.**

6000 Trans Canada Route  
Montreal, QC, H4T 1X9  
Canada

#### **4. MEASURES TAKEN TO ADDRESS AND PREVENT FORCED AND CHILD LABOUR**

##### **SUPPLIER ENGAGEMENT:**

Policy Enforcement: We communicated our expectations and standards to all suppliers, requiring them to adhere to our Business Partner Code of Conduct and Ethics.

Completing reviews of supplier operations and practices as part of our supplier assessment program prior to supplier selection

Incorporating audit rights and anti-forced labor and anti-child labor clauses into our contract templates

Suppliers ethical labor practices and the importance of complying with international labor standards are reviewed and assessment of each suppliers' practices are reviewed.

##### **INTERNAL ACTIONS:**

Recruitment Firm Compliance: Ensured all recruitment firms provide policies that guarantee at-will employment and prevent forced labor.

Internal Control Processes: Implemented stringent controls in manufacturing, procurement, and HR to uphold labor standards.

#### **5. TRAINING PROVIDED**

Understanding and complying with the Code of Business Conduct and Business Ethics is a requirement at SACO Technologies Inc. Our onboarding programs for our team members include training on our Code of Business Conduct and Business Ethics, our Values, and a collection of supporting Human Resource and Safety Policies. We require these team members to review and sign off on our employment handbook containing these policies and offer a range of values training programs throughout the year. We also require our suppliers to review our Business Partner Code of Conduct and Ethics. As part of our Compliance program in 2025, we are planning to further integrate training for our team members and suppliers on our position against forced labor and child labor

#### **6. EFFECTIVENESS ASSESSMENT**

We measure the effectiveness of our efforts through:

- Regular Audits: Annual audits and spot checks of high-risk suppliers
- Feedback Mechanisms: Collecting feedback from employees and suppliers on the effectiveness of our policies
- Third-Party Verification: Engaging external auditors to verify compliance



**SACO Technologies Inc.**

6000 Trans Canada Route  
Montreal, QC, H4T 1X9  
Canada

**7. ANY MEASURES TAKEN TO REMEDIATE ANY FORCED LABOR OR CHILD LABOR:**

To date, there have been no identified or reported instances of forced labor or child labor in our activities and supply chain.

**8. REMEDIATION OF LOSS OF INCOME TO THE MOST VULNERABLE FAMILIES THAT RESULTS FROM ANY MEASURE TAKEN TO ELIMINATE THE USE OF FORCED LABOR OR CHILD LABOR IN ITS ACTIVITIES AND SUPPLY CHAINS:**

To date there have been no identified or reported instances of loss of income to vulnerable families that resulted from measures taken to eliminate the use of forced labor or child labor in our activities and supply chains.

**CONCLUSION:**

SACO Technologies Inc. is dedicated to maintaining ethical labor practices throughout our supply chain. Our rigorous assessment and monitoring processes have not identified any instances of forced or child labor in our activities or supply chains during the reporting period. We remain committed to continuous improvement and transparency in our efforts to combat forced and child labor.

This report is publicly available on our website and has been submitted to Public Safety Canada, a Government of Canada body in accordance with the Fighting Against Forced Labour and Child Labour in Supply Chains Act.



**SACO Technologies Inc.**

6000 Trans Canada Route  
Montreal, QC, H4T 1X9  
Canada

**APPROVAL AND ATTESTATION:**

"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:** Linda Eytcheson
- **TITLE:** Chief Operating Officer
- **DATE:** 29<sup>th</sup> of May, 2025

"I, Linda Eytcheson, have the authority to bind SACO Technologies Inc.

---

(Signature)