

Report in accordance with the *Fighting Against Forced Labour and Child Labour in Supply Chains Act* (the "Act") for the financial year April 1, 2023 to March 31, 2024

The Alberta Gaming, Liquor and Cannabis Commission ("AGLC") is an entity under the Act, distributing cannabis and liquor in Canada and importing into Canada liquor produced outside of Canada.

Structure, Activities and Supply Chains

AGLC is an agent of the Crown in right of Alberta and a statutory corporation created pursuant to the *Gaming, Liquor and Cannabis Act* (RSA 2000). AGLC is the commercial entity responsible for overseeing the cannabis, liquor and gaming industries in Alberta and reports to the Minister of Service Alberta and Red Tape Reduction.

AGLC is the exclusive wholesaler of cannabis in the province of Alberta and purchases cannabis from Canadian producers only. Alberta licensed cannabis retailers may purchase cannabis only from AGLC for sales to the public.

AGLC is the exclusive wholesaler of liquor in the province of Alberta within the framework of a consignment model. Liquor suppliers from both within and outside of Canada consign their liquor to AGLC for sales to Alberta licensed liquor retailers. AGLC is the importer-of-record for all liquor originating outside of Canada. Attached to this report is a document listing the countries from which liquor was imported into Alberta in 2023. (See attached spreadsheet).

AGLC conducts and manages provincial lotteries within Alberta but does not sell, distribute or import products for these purposes.

Policies and Due Diligence Process

AGLC purchases cannabis exclusively from Canadian suppliers who are subject to Canadian laws prohibiting the use of forced labour and child labour.

While AGLC does import a portion of its liquor from outside of Canada, research of products and services most likely impacted by forced and child labour within supply chains has shown that liquor is not considered a high-risk category.

For the year covered by this report (fiscal 2023), it was determined that 84% of liquor imports into Alberta were from countries/regions with existing forced labour legislation (US, Mexico, UK, EU and Australia). AGLC imported only 0.12% of its liquor from those countries listed by the *Walk Free- Global slavery index*.

Forced Labour and Child Labour Risks

Importation of liquor from certain countries carries a risk of forced or child labour being used. AGLC imports a very small proportion of its liquor from these countries.

Remediation Measures

AGLC has determined that its supply chain does not carry a risk of forced or child labour being used that would require remediation at this point and, as such, remediation is not applicable for the purposes of this report.

Remediation of Loss of Income

AGLC has not taken steps to eliminate forced or child labour that would have resulted in loss of income by vulnerable families. As such, no remediation measures have been taken in this area.

Training

AGLC has not conducted training in the area of forced or child labour.

Assessing Effectiveness

Based on the determination that AGLC's supply chain does not carry a measurable risk of forced or child labour, AGLC has not assessed its effectiveness in combatting the same within its supply chain.

Board 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 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."

Name *Kandice Machado*

Title *CEO*

K Machado

Date *May 29, 2024*

Signature, with statement "I have the authority to bind the Alberta Gaming, Liquor and Cannabis Commission"

| Countries AGLC Imported Liquor From in 2023 | | | |
|--|-----------------------|----------------------------|-------------------|
| Rank | Source Country | # of Cases Imported | Percentage |
| 1 | UNITED STATES | 2,214,942 | 29.65% |
| 2 | ITALY | 891,090 | 11.93% |
| 3 | UNITED KINGDOM | 515,187 | 6.90% |
| 4 | FRANCE | 483,956 | 6.48% |
| 5 | NETHERLANDS | 453,305 | 6.07% |
| 6 | MEXICO | 407,022 | 5.45% |
| 7 | NEW ZEALAND | 382,899 | 5.13% |
| 8 | IRELAND | 346,255 | 4.64% |
| 9 | AUSTRALIA | 259,175 | 3.47% |
| 10 | ARGENTINA | 253,386 | 3.39% |
| 11 | GERMANY | 181,478 | 2.43% |
| 12 | SPAIN | 179,860 | 2.41% |
| 13 | CHILE | 144,151 | 1.93% |
| 14 | BELGIUM | 71,853 | 0.96% |
| 15 | SWEDEN | 67,042 | 0.90% |
| 16 | PORTUGAL | 62,691 | 0.84% |
| 17 | AUSTRIA | 51,221 | 0.69% |
| 18 | JAMAICA | 48,116 | 0.64% |
| 19 | KOREA (REPUBLIC OF) | 45,580 | 0.61% |
| 20 | CHINA | 43,014 | 0.58% |
| 21 | BARBADOS | 36,090 | 0.48% |
| 22 | CZECH REPUBLIC | 29,336 | 0.39% |
| 23 | SOUTH AFRICA | 29,106 | 0.39% |
| 24 | VIET NAM | 25,543 | 0.34% |
| 25 | TRINIDAD AND TOBAGO | 24,674 | 0.33% |
| 26 | JAPAN | 24,270 | 0.32% |
| 27 | GUYANA | 21,258 | 0.28% |
| 28 | POLAND | 18,694 | 0.25% |
| 29 | NICARAGUA | 12,713 | 0.17% |
| 30 | LATVIA | 12,200 | 0.16% |
| 31 | PHILIPPINES | 11,838 | 0.16% |
| 32 | INDIA | 11,029 | 0.15% |
| 33 | DENMARK | 8,590 | 0.11% |
| 34 | GREECE | 8,360 | 0.11% |
| 35 | CUBA | 7,096 | 0.09% |
| 36 | MOLDOVA, REPUBLIC OF | 6,199 | 0.08% |
| 37 | FINLAND | 5,721 | 0.08% |
| 38 | ERITREA | 5,444 | 0.07% |
| 39 | GEORGIA | 5,360 | 0.07% |
| 40 | PANAMA | 4,721 | 0.06% |
| 41 | DOMINICAN REPUBLIC | 4,636 | 0.06% |
| 42 | THAILAND | 4,400 | 0.06% |
| 43 | Turkiye | 4,075 | 0.05% |
| 44 | HUNGARY | 3,842 | 0.05% |
| 45 | SAINT KITTS AND NEVIS | 3,696 | 0.05% |

| Countries AGLC Imported Liquor From in 2023 | | | |
|--|---------------------------|----------------------------|-------------------|
| Rank | Source Country | # of Cases Imported | Percentage |
| 46 | SINGAPORE | 3,387 | 0.05% |
| 47 | UKRAINE | 3,374 | 0.05% |
| 48 | ROMANIA | 3,061 | 0.04% |
| 49 | VENEZUELA | 2,986 | 0.04% |
| 50 | CROATIA | 2,977 | 0.04% |
| 51 | PUERTO RICO | 2,547 | 0.03% |
| 52 | GUATEMALA | 2,449 | 0.03% |
| 53 | SLOVAKIA | 2,352 | 0.03% |
| 54 | SERBIA | 2,196 | 0.03% |
| 55 | COLOMBIA | 1,763 | 0.02% |
| 56 | VIRGIN ISLANDS (U.S.) | 1,130 | 0.02% |
| 57 | BERMUDA | 984 | 0.01% |
| 58 | BAHAMAS | 848 | 0.01% |
| 59 | TAIWAN | 842 | 0.01% |
| 60 | SWITZERLAND | 778 | 0.01% |
| 61 | BRAZIL | 730 | 0.01% |
| 62 | LEBANON | 624 | 0.01% |
| 63 | KENYA | 600 | 0.01% |
| 64 | SAINT LUCIA | 509 | 0.01% |
| 65 | MONTENEGRO | 460 | 0.01% |
| 66 | ANTIGUA & BARBUDA | 441 | 0.01% |
| 67 | LITHUANIA | 399 | 0.01% |
| 68 | HAITI | 382 | 0.01% |
| 69 | PERU | 341 | 0.00% |
| 70 | FIJI | 289 | 0.00% |
| 71 | ISRAEL | 277 | 0.00% |
| 72 | LUXEMBOURG | 276 | 0.00% |
| 73 | ICELAND | 270 | 0.00% |
| 74 | BULGARIA | 225 | 0.00% |
| 75 | MARTINIQUE | 184 | 0.00% |
| 76 | NORWAY | 182 | 0.00% |
| 77 | GRENADA | 159 | 0.00% |
| 78 | MAURITIUS | 114 | 0.00% |
| 79 | URUGUAY | 75 | 0.00% |
| 80 | ESTONIA | 72 | 0.00% |
| 81 | MADAGASCAR | 59 | 0.00% |
| 82 | SYRIAN ARAB REPUBLIC | 53 | 0.00% |
| 83 | GUADELOUPE | 52 | 0.00% |
| 84 | EL SALVADOR | 47 | 0.00% |
| 85 | ECUADOR | 45 | 0.00% |
| 86 | ARMENIA | 20 | 0.00% |
| 87 | US MINOR OUTLYING ISLANDS | 8 | 0.00% |
| 88 | BELIZE | 5 | 0.00% |
| | | 7,469,686 | 100.00% |