

RONA Wood Sourcing Policy

Updated in December 2024

This Wood Sourcing Policy applies to all vendors who provide goods to RONA Inc. (hereinafter, "RONA"). It aims to inform the public and vendors of RONA's vision and commitments.

RONA recognizes the key role that forests play on a global scale for biodiversity, carbon sequestration and local communities through job creation and access to nature and its resources. As a leading Canadian home improvement company, RONA seeks to foster responsible forestry practices that contribute to the preservation and sustainability of resources for future generations.

RONA is committed to doing business with vendors who, in addition to complying with applicable laws and regulations, share RONA's environmental vision.

Because responsible sourcing concerns everyone in the supply chain, RONA favours a collaborative and transparent approach with stakeholders to implement this policy and ensure its continuous improvement.

RONA undertakes to review this policy periodically and amend it as required using the latest information available.

Definitions

In applying this policy, RONA uses the following definitions:

"Wood" means hardwood, treated wood, particleboard (e.g. MDF), and wood from forest by-products of all tree species, including rubberwood and bamboo. Recycled wood, paper, cardboard and packaging are excluded.

"Recycled wood" means wood from deconstruction or from a recycler.

"Deforestation" is defined by the <u>Food and Agriculture Organization of the United Nations</u> as "the conversion of forest to other land uses, such as agriculture and infrastructure."

"Endangered wood species" means species identified as endangered or critically endangered by the International Union for Conservation of Nature's Red List.

"High conservation value forest" is defined by the <u>High Conservation Value Network</u> as a forest with "biological, ecological, social or cultural value of outstanding significance or critical importance."

"Wood products" means all products containing wood or components made of wood.



Certification

RONA recognizes the following certifications: Forest Stewardship Council® (FSC®) and all certifications recognized under the Programme for the Endorsement of Forest Certification® (PEFC®), including the Sustainable Forestry Initiative® (SFI®). They are managed by third parties to ensure responsible forest management.

RONA gives preference to FSC-certified wood products when they are available and meet product performance and business requirements.

Consent of the Indigenous Peoples

RONA recognizes the fundamental principles of the United Nations Declaration on the Rights of Indigenous Peoples and the importance of <u>free</u>, <u>prior and informed consent (FPIC)</u>. RONA encourages its vendors to participate in the FPIC process, where appropriate.

Commitments

RONA asks its vendors:

- 1. That the wood used in their products complies with the following guiding principles:
 - Comes from a known source and is legally harvested and traded;
 - Does not threaten high conservation value forests;
 - Is not from deforestation;
 - Is not harvested from an endangered species;
 - Is harvested and produced in a way that ensures the protection of human rights, as described in RONA's <u>Human Policy Rights for Vendors</u> and recognizes and upholds indigenous and other local community rights and customs.
- 2. FSC certification (FSC 100% or FSC Mix) for wood products whose wood comes from a region at high risk of deforestation.

The regions recognized as being at high risk of deforestation are those defined by the deforestation fronts identified by the <u>World Wildlife Fund for Nature</u>[®] (WWF[®]). These regions are listed in the Appendix.

In order to comply with this requirement, vendors must ensure that wood from a country with regions at high risk of deforestation is FSC-certified, unless they can demonstrate that the wood comes from a forest outside the deforestation fronts identified by the WWF.



Countries with regions at high risk of deforestation

Continent	Country		
Africa	 Angola Cameroon Central African Republic Congo Côte d'Ivoire 	 Democratic Republic of the Congo Equatorial Guinea Gabon Ghana Guinea 	LiberiaMadagascarMozambiqueSierra LeoneZambiaZimbabwe
Asia	CambodiaChinaIndiaIndonesia	LaosMalaysiaMyanmarThailand	
North America	Mexico		
Oceania	Australia	Papua New Guinea	
South America	ArgentinaBelizeBoliviaBrazil	ColombiaEcuadorGuatemalaGuyana	ParaguayPeruVenezuela

Verification

In order to measure its performance, RONA intends to conduct vendor surveys. As part of this verification process, RONA requires its vendors to maintain wood traceability (with or without certification), i.e. to be able to trace their supply chains back to the forest for all wood components of their products.

The following information must be known to vendors and shared with RONA: the region where the wood is harvested, the species of wood and the wood certification, if applicable.

In the event of non-compliance, vendors must implement the necessary corrective actions within a reasonable timeframe, otherwise the business relationship with them may be compromised.



Appendix: Regions at high risk of deforestation

Country	At-risk regions		
Angola	• Bié	Cunene	Lunda Sul
	Cuando Cubango	• Huíla	 Moxico
Argentina	Chaco	Salta	Santiago del Estero
	Formosa	 Santa Fe 	• Tucumán
	• Jujuy		
Australia	Australian Capital Territory	Hunter Valley exc Newcastle	Murray
	Ballarat	• Ipswich	 New England and North West
	Bendigo	Latrobe - Gippsland	 Newcastle and Lake Macquarie
	Brisbane - East	 Launceston and North East 	 North West
	Brisbane - North	 Logan - Beaudesert 	 Queensland - Outback
	Brisbane - South	 Mackay - Isaac - Whitsunday 	Richmond - Tweed
	Brisbane - West	Melbourne - Inner	 Riverina
	Brisbane Inner City	 Melbourne - Inner East 	 Shepparton
	Cairns	Melbourne - Inner South	South Australia - Outback
	Capital Region	Melbourne - North East	 South Australia - South East
	Central Queensland	 Melbourne - North West 	 South East
	Central West	Melbourne - Outer East	 Southern Highlands and Shoalhaven
	Coffs Harbour - Grafton	 Melbourne - South East 	 Sunshine Coast
	Darling Downs - Maranoa	 Melbourne - West 	 Toowoomba
	Far West and Orana	 Mid North Coast 	 Townsville
	Geelong	Moreton Bay - North	 Warrnambool and South West
	Gold Coast	 Moreton Bay - South 	 West and North West
	Hobart	 Mornington Peninsula 	 Wide Bay
	Hume		
Belize	Belize	Corozal	Stann Creek
	• Cayo	 Orange Walk 	• Toledo
Bolivia	Beni	• La Paz	Santa Cruz
	Cochabamba	• Pando	• Tarija
Brazil	• Acre	Maranhão	• Piauí
	Amapá	 Mato Grosso 	 Rondônia
	• Amazonas	 Mato Grosso do Sul 	• Roraima
	Bahia	 Minas Gerais 	 Tocantins
	• Goiás	• Pará	 Siĕmréab



Cambodia	Kâmpóng Cham	Ŏtdâr Méanchey	Stoĕng Trêng
	Kâmpóng Thum	 Preăh Vihéar 	Tbong Khmŭm
	Krâchéh	 Rôtânôkiri 	
	Môndól Kiri		
Cameroon	Adamaoua	• Est	• Ouest
	Centre	 Littoral 	• Sud
Central African Republic	Basse-Kotto	Haut-Mbomou	Ouaka
	Haute-Kotto	 Mbomou 	
China	Yunnan Province		
Colombia	Antioquia	 Guainía 	 Nariño
	Caquetá	 Guaviare 	 Putumayo
	• Chocó	Meta	 Valle del Cauca
Congo	Cuvette	Cuvette-Ouest	Sangha
Côte d'Ivoire	Abidjan	• Lagunes	Vallée du Bandama
	Bas-Sassandra	 Montagnes 	 Woroba
	• Comoé	 Sassandra-Marahoue 	• Zanzan
	• Lacs		
Democratic Rebuplic of the	Bas-Uélé	 Kasaï-Central 	Nord-Ubangi
Congo	Équateur	 Kasaï-Oriental 	 Sankuru
	Haut-Katanga	 Kwilu 	 Sud-Ubangi
	Haut-Uélé	• Lualaba	• Tshopo
	• Ituri	 Mai-Ndombe 	Tshuapa
	Kasaï	 Mongala 	
Ecuador	Carchi	Esmeraldas	
Equatorial Guinea	Centro Sur	Kié-Ntem	
	• Djibloho	 Wele-Nzas 	
Gabon	Haut-Ogooué	Ogooué-Lolo	
	Ogooué-Ivindo	 Woleu-Ntem 	
Ghana	Ahafo	Bono East	Greater Accra
	Ashanti	Central	Western
	• Bono	Eastern	Western North
Guatemala	Alta Verapaz	 Petén 	
	Huehuetenango	 Quiché 	
Guinea	Faranah	Kankan	 N'Zérékoré
Guyana	Barima-Waini	 Essequibo Islands-West Demerara 	Potaro-Siparuni
	Cuyuni-Mazaruni	Mahaica-Berbice	Upper Demerara-Berbice
	Demerara-Mahaica	Pomeroon-Supenaam	 Upper Takutu-Upper Essequibo
	East Berbice-Corentyne		•



India	Manipur	Nagaland	
Indonesia	Bengkulu	Kalimantan Timur	Papua Barat
	Jambi	 Kalimantan Utara 	• Riau
	Kalimantan Barat	 Lampung 	Sumatera Barat
	Kalimantan Selatan	• Papua	 Sumatera Selatan
	Kalimantan Tengah		
Laos	Attapeu	Luang Prabang	 Savannakhet
	• Bokeo	 Luangnamtha 	 Sekong
	Champassack	 Oudomxay 	 Xayabury
	Huaphanh	Phongsaly	 Xiengkhuang
	Khamuane	 Saravane 	
Liberia	Montserrado	 North Western 	South Eastern A
	North Central	 South Central 	 South Eastern B
Madagascar	Antananarivo	 Fianarantsoa 	Toamasina
	Antsiranana	 Mahajanga 	 Toliara
Malaysia	Sabah	 Sarawak 	
Mexico	Campeche	 Quintana Roo 	Yucatán
	Chiapas	 Tabasco 	
Mozambique	Cabo Delgado	Nampula	• Tete
	Manica	 Sofala 	 Zambézia
Myanmar	Kachin	Sagaing	Shan (South)
	Kayin	Shan (East)	Tanintharyi
	• Mon	Shan (North)	
Papua New Guinea	Highlands	• Momase	Southern
Paraguay	Alto Paraguay	 Boquerón 	Presidente Hayes
Peru	Amazonas	• Loreto	• Puno
	• Cusco	 Madre de Dios 	San Martín
	Huánuco	Pasco	Ucayali
Sierra Leone	Eastern Province	Northern Province	Southern Province
Thailand	Chiang Mai	Phayao	 Ratchaburi
	Chiang Rai	 Phetchaburi 	• Tak
	Chumphon	 Prachuap Khiri Khan 	 Uthai Thani
	Kanchanaburi	Ranong	•
Venezuela	Amazonas	 Bolívar 	Delta Amacuro
Zambia	Central	 North-Western 	 Western
	Copperbelt		
Zimbabwe	Manicaland		