

**Touchstone Exploration Inc.**  
**Supply Chains Report**  
**May 2025**

**1 Introduction.**

This report (**Report**) has been prepared by Touchstone Exploration Inc. (**Touchstone**) in accordance with Canada's *Fighting Against Forced Labour and Child Labour in Supply Chains Act* (the **Act**).

This Report sets out the activities of Touchstone and its subsidiaries (**Reporting Entities**) for the year ended December 31, 2024 (**Reporting Period**) by the Reporting Entities (collectively, **Touchstone, our, us or we**).

**2 Steps taken to prevent and reduce the risks of forced labour and child labour.**

During the Reporting Period Touchstone took the following steps to continue in the assessment of risks to prevent forced labour or child labour with respect to the business and supply chains of the Reporting Entities:

- Professional Advice - We continue our work in the coordination of the activities of management, our procurement group, and our contracting group, and have updated our policies and procedures relating to our service providers and suppliers;
- Risk Assessment - We continue to assess the risks of forced labour and/or child labour in our activities and supply chains;
- Due Diligence - We continue to follow our enhanced due diligence policies and processes for addressing and prohibiting the use of forced labour and/or child labour in our activities and supply chains;
- Pre - Qualification Procedures - We continue to follow our updated pre-qualification procedures to ensure our suppliers have policies and procedures in place for prohibiting the use of forced labour and/or child labour in their activities and supply chains;
- Contracting Terms - Touchstone utilize our updated our master service agreements and purchase orders which now add robust anti-forced labour and child labour provisions;
- Terms and Conditions - We utilize our updated software systems to ensure appropriate terms and conditions are included in all purchase orders; and
- Going Forward - We continue to follow the continuous improvement policies introduced last year to ensure that we are properly addressing the issues of forced labour and/or child labour.

Details on the foregoing are set out in further detail in this Report.

### **3 Structure, activities, and supply chains.**

#### **3.1 Structure and Activities.**

Touchstone is incorporated under the laws of Alberta, Canada with its head office located in Calgary. We are an oil and natural gas exploration and production company active in the Republic of Trinidad and Tobago. We carry on our operations through a number of indirectly wholly owned subsidiaries.

#### **3.2 Supply Chains.**

Touchstone continues to work with service providers and suppliers who share our commitment to conducting business in a sustainable, ethical, legal and socially responsible manner, as guided by the principles outlined in our supplier prequalification questionnaire and our Code of Conduct and Ethics (**Code of Conduct**).

### **4 Policies and due diligence processes.**

#### **4.1 Policies.**

As previously reported, Touchstone's goal to reduce and prevent the risk of forced labour and child labour in its business and supply chains is evidenced by a number of our policies. Our subsidiaries are required to abide by these policies and are involved in their preparation, implementation and monitoring.

##### **(a) Supplier Prequalification Questionnaire.**

Our prequalification process has been updated to ensure that we work with reputable service providers and suppliers that abide by all applicable local laws, rules and regulations and to not use forced or child labour in the conduct of their business.

Our prequalification screening continues to ensure that Touchstone's commitment to conducting business in a sustainable, ethical, legal and socially responsible manner is honoured. We insist that, in the event that a service provider or supplier fails to uphold any aspect of Touchstone's requirements the service provider or supplier is required to undertake corrective actions.

We continue to reserve the right to terminate any agreement with any service provider or supplier that cannot demonstrate compliance with Touchstone's requirements.

##### **(b) Code of Conduct; Employee Policies.**

As reported earlier, our Code of Conduct sets out Company wide values which guide interactions with customers, suppliers, stakeholders and employees. Among other things, the Code of Conduct governs compensation, anti-corruption practices, political activities, competitive practices and the protection of human rights.

## **4.2 Due Diligence Processes.**

### **(a) Reporting Channels.**

Touchstone's Whistleblower Line continues to provide a process to report concerns with respect to violations of applicable laws and regulations, the Code of Conduct or other compliance policies.

### **(b) Service Providers and Suppliers -- Evaluation and Appraisal.**

Touchstone continues to work towards enhancing the evaluation and appraisal process, which evaluates key and critical suppliers prior to doing business with us.

Evaluation utilizes a questionnaire (but may also involve an interview or a site visit). We also require suppliers to acknowledge that they have read and understood our expectations or have their own code of conduct in place.

### **(c) Employment Practices.**

Touchstone remains committed to respecting the human rights of our employees by respecting local laws and regulations related to human rights and through our internal employment policies and practices. Touchstone strives to ensure full compliance with all applicable wage, work hours, overtime, and benefits laws. Touchstone's Human Resources group remains responsible for overseeing our talent management and compensation strategy, plans, policies and procedures.

### **(d) Committee Oversight.**

Touchstone's Health, Safety, Social and Environmental Committee (the **HSSE Committee**) oversees our policies, procedures, internal control systems and strategies relating to climate related issues, environmental protection, sustainability issues, health, safety and social matters to ensure due assessment, consideration and management of risks, opportunities and potential performance improvement relating thereto.

## **5 Risks of forced labour and child labour in our business operations and supply chains.**

### **5.1 Operations.**

Given that our primary operations are conducted in Canada and the Republic of Trinidad and Tobago, and in light of our past practices regarding codes of conduct, respect in the workplace, and related employee policies and procedures in place to help ensure compliance with all applicable laws, we consider the risk of forced labour and child labour occurring within our business operations to be low.

### **5.2 Supply Chains.**

During the Reporting Period, Touchstone worked with our professional advisors and we have now assessed the risks of forced labour and child labour in our supply chains.

## **6 Steps taken to assess and manage the risks of forced labour and child labour in our operations and supply chains.**

### **6.1 Operations.**

Touchstone's hiring process continues to require that all new hires present valid proof of identification and to confirm legal working status so that we comply with applicable employment and labour laws.

### **6.2 Supply Chains.**

Touchstone has completed our risk assessment process for mapping certain of our key direct suppliers, including developing classifications for suppliers in high-risk locations and high-risk industries. We also have continued our work to identify opportunities to strengthen our human rights due diligence practices when evaluating our suppliers.

#### **(a) Contractual Practices.**

Our terms and conditions contain provisions wherein the service provider or supplier undertakes not to use forced, involuntary or child labour in its operations. Our standard agreements also require service providers and suppliers to commit to adhering to the principles and standards in our requirements which sets out the expectation that suppliers require their own suppliers to commit to similar principles and standards as it relates to forced labour and child labour. Our purchase orders reference our general terms and conditions and sets out the expectation that our suppliers shall not utilize forced labour or child labour and shall demonstrate compliance upon request.

#### **(b) Supplier Evaluation and Appraisal.**

Through our supplier evaluation and appraisal process, we endeavor to identify aspects of subcontracted services provided to Touchstone and associated risks.

## **7 Remediation Measures.**

We have no knowledge of forced labour or child labour in our operations or supply chain. As a result, there is nothing to report with respect to measures taken during the Reporting Period.

## **8 Training.**

Touchstone continues to provide training to all new employees and is implementing training for new and existing goods and service providers.

## **9 Assessing the effectiveness of our actions.**

Our HSSE Committee continues to oversee compliance with legal and regulatory requirements for our environmental, social, and governance strategies.

## 10 Summary.

To summarize, the following table provides the various action items undertaken by Touchstone over the past year together with references (where applicable).

Action Item	Status	References
Modern Slavery Compliance Clauses in MSAs and POs	✓ Completed	MSA Clauses 4.11, 7, 8; PO Clause 16
Prequalification Screening for Contractors	✓ Completed	Prequalification Questionnaire – Part 8 declaration
Annual Compliance Certifications from Suppliers	✓ Implemented	Contractor Ethics Certification Form
Adoption of Business Conduct Standards	✓ Implemented	Business Conduct Standards document
Training for Existing Suppliers	✓ Implemented	Annual recirculation of Business Conduct Standards
Whistleblower Reporting Channels	✓ Operational	Business Conduct Standards – reporting methods included

- 11 In accordance with the requirements of the *Fighting Against Forced Labour and Child Labour in Supply Chains Act* (Act), and in particular section 11 thereof, I, in the capacity of President, Chief Executive Officer and a Director, attest that I have reviewed the information contained in the report on behalf of the governing body of 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 Period.

(signed) "Paul R. Baay"  
**Touchstone Exploration Inc.**

Per: Paul R. Baay  
President, Chief Executive Officer and  
Member, Board of Directors  
May 31, 2025

*"I have authority to bind Touchstone Exploration Inc."*