



Sagard GHG Emissions Assessment

2022

Table of Contents

- 3 Methodology
- 4 Scope of Emissions
- 5 Summary of Emissions
- 7 Acknowledgements and Disclaimers

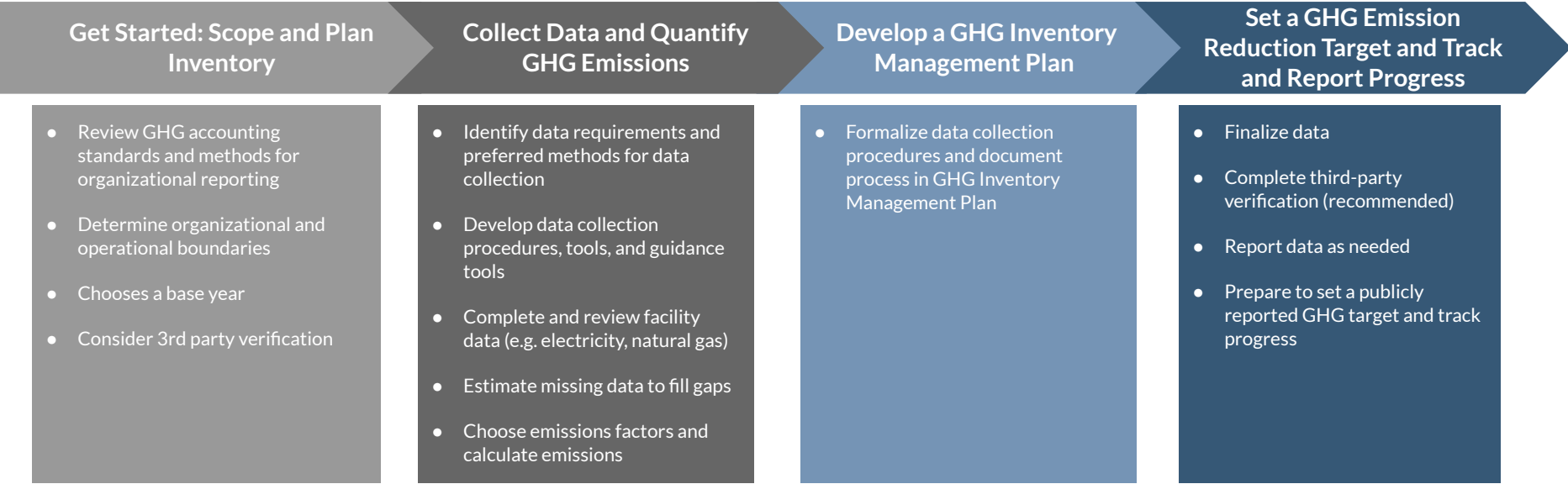
Methodology

This GHG Assessment has been completed adhering to WRI/WBCSD GHG Protocol and ISO 14064-1 guidelines.

The GHG Assessment information herein is for Sagard only and does not include any portfolio investments.

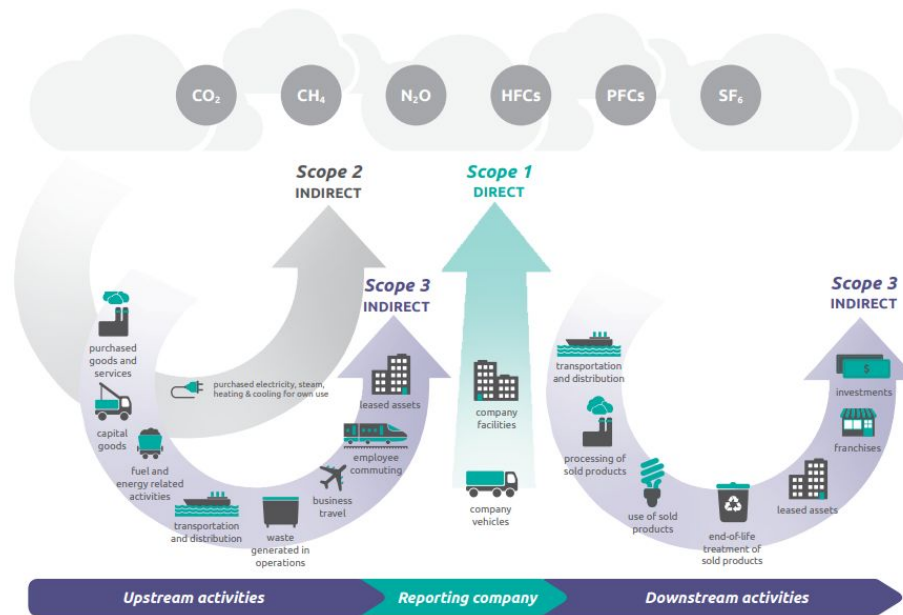
The GHG Assessment has been completed to comply with the 5 pillars of GHG reporting as per the World Resources Institute:

- **Relevance** – GHG sources, sinks, reservoirs, data, and methodologies have been selected to ensure relevance and appropriateness to the needs of Sagard
- **Completeness** – Best efforts to include all relevant GHG emissions data
- **Consistency** – Enable meaningful comparison in GHG-related information
- **Accuracy** – Reducing bias and uncertainties in GHG reporting as far as possible
- **Transparency** – Disclosing sufficient and appropriate GHG-related information to allow Sagard to make strategy decisions with regards to reducing carbon footprint with reasonable confidence



Unless otherwise specified, references in this document to "Sagard" means Sagard Holdings Management Inc. together with its subsidiaries and "ecosystem partners" (Grayhawk and Diagram). The calculation of CO2eq emissions was carried out using multiple emission factors. The GHG Assessment incorporates information collected from January 1 - December 31, 2022. Please contact us for more details. Graphic source: The GHG Inventory Development Process.

Scope of Emissions



Scope 1 emissions are direct emissions generated from sources that are controlled or owned by the company (e.g., fuel combustion in boilers, vehicles).

Scope 2 emissions are indirect emissions generated from purchased electricity, steam, heating or cooling. These emissions physically generated at other facilities; however, they are accounted for organization's GHG inventory because organizations are the energy end users.

Scope 3 emissions refer to the greenhouse gas emissions that are produced from activities that are not directly controlled or owned by the reporting organization but are still affected indirectly through its value chain. These emissions encompass all sources that are not included in an organization's scope 1 and scope 2 emissions. It's worth noting that the scope 3 emissions of one organization are equivalent to the scope 1 and 2 emissions of another organization.

Summary of Emissions (1 of 2)

Scope 1, location-based Scope 2 and Scope 3 emissions generated by Sagard activities in 2022 amounted to a total of **6,284.13** tCO₂e.

GREENHOUSE GAS EMISSION BY SCOPE (tCO ₂ e)			2022
Scope 1	1-1	Emissions from stationary combustion	12.76
	1-2	Emissions from company vehicles and other fuels	0.35
		Total Scope 1	13.11
Scope 2	2-1	Emissions from Purchased Electricity	48.20
		Emissions from Purchased Chilled Water	3.67
		Emissions from Purchased Steam	1.37
		Total Scope 2	53.24
Scope 3	3-1	Purchased Goods and Services	4,583.41
	3-2	Capital Goods	-
	3-3	Fuel and Energy Related Activities	-
	3-4	Upstream Transportation and Distribution	-
	3-5	Waste Generated in Operation	14.39
	3-6	Business Travel	1,245.35
	3-7	Employee Commuting	179.17
	3-8	Upstream Leased Assets	195.46
	3-9	Downstream Transportation & Distribution	-
	Total Scope 3	6,217.78	
	Total	6,284.13	

The calculation of the CO₂eq (Which includes CO₂, CH₄, N₂O etc when present), was carried out in accordance with the indication of the GHG Protocol.

The overall Scope 2 emissions takes into account the total emissions valued using Location-based method.

Summary of Emissions (2 of 2)

2022									
	Sagard Montreal	Sagard Toronto	Sagard New York	Sagard Other	Sagard Total	Sagard Europe	Diagram	Grayhawk	EverWest
Scope 1	4.14	8.63	-	-	12.77	0.35	-	-	-
Stationary Combustion (Natural Gas)	4.14	8.63	-	-	12.77	-	-	-	-
Mobile Combustion	-	-	-	-	0	0.35	-	-	-
Scope 2	0.45	8.12	39.75	-	48.32	4.92	-	-	-
Purchased Electricity	0.45	4.45	38.38	-	43.28	4.92	-	-	-
Chilled Water	-	3.67	-	-	3.67	-	-	-	-
Purchased Steam	-	-	1.37	-	1.37	-	-	-	-
Scope 3	1,009.09	1,245.68	676.01	0.76	2,931.54	778.09	177.61	717.22	1,613.31
Category 1 - Purchased Goods and Services	705.61	885.22	374.72	-	1,965.55	719.29	148.67	588.55	1,161.35
Category 5 - Waste Generated in Operations	3.99	0.11	0.68	-	4.78	4.25	0.59	0.01	4.76
Category 6 - Business Travel	276.15	346.45	293.97	-	916.57	38.42	23.33	93.47	173.55
Category 7 - Employee Commuting	23.34	13.9	6.63	0.76	44.63	16.13	3.51	27.73	87.17
Category 8 - Upstream Leased Assets	-	-	-	-	0	-	1.51	7.47	186.48

Acknowledgement and Disclaimer (1 of 2)

By accepting receipt of this document and reviewing the content set forth herein, you acknowledge having read and agreeing with the following terms.

The information contained herein is in summary form for convenience of presentation. It is not complete and it should not be relied upon as such. The information set forth herein was gathered from various sources which Sagard believes, but has not been able to independently verify and does not guarantee, to be accurate. Sagard makes no representation or warranty, express or implied, as to the accuracy or completeness of the information contained herein. Certain information contained herein has been obtained from published sources and/or prepared by third parties, including but not limited to companies in which Sagard clients have invested, and Sagard has not independently verified such information. In certain cases, such information has not been updated through the date hereof. All information contained herein is subject to revision and the information set forth herein does not purport to be complete.

The responsible investment (“RI”) information contained herein is solely for informational purposes and is intended solely to provide an indication of certain RI initiatives and standards that Sagard applies when seeking to evaluate and/or improve the RI characteristics of an investment as part of the larger goal of maximizing financial returns on investments. It should not be assumed that any RI initiatives, policies, procedures, practices, standards, data, objectives, targets, or metrics described herein will apply to Sagard as a firm, to each of Sagard’s investment strategies or to each investee in which Sagard invests or that they have applied to each of Sagard’s prior investments. There can be no assurance that the operations and/or processes of Sagard as described herein will continue, and such processes and operations may change, even materially or may not be applied at all to a particular investment or consistently across Sagard’s business operations. The actual investment process used for any or all of Sagard’s investments may differ materially from the process described herein. RI is only one of many considerations that Sagard takes into account when making investment decisions, and other considerations should be expected in certain circumstances to outweigh RI considerations. RI considerations will be subject in each case to Sagard’s fiduciary duties and the terms of the governing documents of the funds and other investment vehicles managed by Sagard. Accordingly, certain investments may exhibit characteristics that are inconsistent with the initiatives, policies, procedures, practices, standards, data, objective, or metrics described herein. In particular, due to factors such as the asset class of an investment strategy or other characteristics of a particular investment opportunity, Sagard will not always have the ability to monitor, oversee, evaluate, analyze, vote, notify, engage with, support, cause, impact, direct, encourage or otherwise influence an investee regarding RI matters. This report seeks to describe Sagard’s policies and practices, however there will be differences across the firm between asset classes. Therefore, consideration must be given to the investment style, investment process, Sagard’s governance rights with respect to an investee or asset class of an investee, Sagard’s ability to monitor responsible investment performance, and other factors. As such, the actual practices or responsible investment results for a particular investment or investee may differ materially from those described in this report. For greater certainty, while we will aim to integrate RI principles during our investment process when applicable, we may not consider or attempt to engage in stewardship activities or shareholder voting in all cases or at all stages of our investment process. Sagard is permitted to determine in its discretion that it is not appropriate, applicable, feasible or practical to implement or complete certain of its RI initiatives, policies, and procedures based on cost, timing, characteristics of the asset, or other considerations and references in this report to terms such as “appropriate”, “applicable”, “feasible”. etc shall be deemed to reflect this. Statements about RI initiatives or practices related to portfolio companies or investees do not apply in every instance and depend on factors including, but not limited to, the lifecycle of a particular Sagard investment strategy, the relevance or implementation status of an RI initiative to or within the portfolio company, the nature and/or extent of investment in, ownership of or, control or influence exercised by Sagard with respect to the portfolio company or investee, and other factors as determined by Sagard, its investment teams, corporate groups, asset management teams, portfolio operations teams, companies, investments, and/or businesses on a case-by-case basis.

Descriptions of any ESG initiative or RI achievements or improved practices or outcomes are not necessarily intended to indicate that Sagard has substantially contributed to such achievements, practices, or outcomes. For instance, Sagard’s RI efforts may have been one of many factors — including such other factors as engagement by portfolio company management, advisors, and other third parties — contributing to the success described in each of the case studies described in this report.

The attached material is provided to you on the understanding that you will understand and accept its inherent limitations, you will not rely on it in making or recommending any investment decision with respect to any securities that may be issued, and you will use it only for the purpose of discussing with Sagard your preliminary interest in investing in a transaction of the type described herein. Any investment in private markets is subject to various risks; such risks should be carefully considered by prospective investors before they make any investment decision. Each prospective investor should consult its own professional advisors as to legal, tax, accounting, regulatory and related matters before investing.

Investments in any fund sponsored by Sagard have not and will not be recommended or approved by any federal, provincial or state securities commission or regulatory authority. The foregoing authorities have not passed upon the accuracy or determined the adequacy of this summary.

Acknowledgement and Disclaimer (2 of 2)

Like all investments, an investment in a Fund involves the risk of loss. Investment products such as a Fund are designed only for sophisticated investors who can sustain the loss of their investment. Accordingly, such investment products are not suitable for all investors. A Fund is not subject to the same or similar regulatory requirements as mutual funds or other more regulated collective investment vehicles.

An investment in a fund managed or advised by Sagard (for the purposes of this acknowledgement and disclaimer, "Fund"). There can be no assurance that a Fund will be able to generate returns for its investors or that the returns will be at the levels currently anticipated by Sagard. The success of a Fund will depend on many factors, including the ability of Sagard to identify, select, enter into and exit appropriate investments. The marketability and value of any such investment, and therefore a Fund's return on any such investment, will depend upon many factors beyond the control of a Fund or Sagard. There can be no assurance that a Fund or Sagard will correctly evaluate the nature and magnitude of the various factors that could affect the value of its investments. An investment in a Fund is subject to a number of material risks and material limitations which are discussed in the Private Placement Memorandum. Please consult the Private Placement Memorandum of the relevant Fund for further information.

Sagard Holdings Manager LP and Sagard Holdings Manager (US) LLC are each registered as an investment adviser under the U.S. Investment Advisers Act, 1940, as amended. Sagard Holdings Manager (Canada) Inc. is registered as an exempt market dealer in the provinces of British Columbia, Alberta, Manitoba, Ontario, Quebec, and Nova Scotia and will act as the dealer in respect of purchases of interests in funds advised by Sagard Holdings Manager LP in the Canadian provinces in which it is registered. The Ontario Securities Commission is the Principal Regulator of Sagard Holdings Manager (Canada) Inc. Sagard acts as investment manager of Portage Ventures, Sagard Credit, Sagard Senior Lending Partners, Sagard Healthcare, and Sagard Private Equity Canada.

Certain statements and certain of the information contained in these materials represents or is based upon "forward-looking" statements or information based on experience and expectations about these types of investments. The forward-looking statements in these materials include statements with respect to, among other things, projections, forecasts or estimates of cash flows, yields or returns, scenario analyses or proposed or expected portfolio composition and anticipated future events, performance or expectations. For example, such statements are sometimes indicated by words such as "expects", "estimates", "believes", "forecasts", "seeks", "may", "intends", "attempts", "will", "likely", "should" or negatives thereof and similar expressions. Forward-looking statements are inherently uncertain and are not guarantees of future performance and are subject to many risks, uncertainties and assumptions that are difficult to predict. Therefore, actual events or results or the actual performance of Portage Ventures, Sagard Credit, Sagard Senior Lending Partners, Sagard Healthcare, and Sagard Private Equity Canada may differ materially from those reflected or contemplated in such forward-looking statements as a result of various factors. No representation or warranty, express or implied, is made as to any forward-looking statements and information and no undue reliance should be placed on such forward-looking statements and information. Sagard has no obligation and does not undertake to revise or update these materials or any forward-looking statements set forth herein, except as required by law. In addition, unless the context otherwise requires, the words "include", "includes", "including" and other words of similar import are meant to be illustrative rather than restrictive.

The information in the attached materials reflects the general intentions of Sagard. There can be no assurance that these intentions will not change or be adjusted to reflect the environment in which Sagard will operate. Certain statements in these materials contain prior performance indication. Past performance and historic information is not necessarily indicative of future activities or returns, and there can be no assurance that Sagard will achieve comparable results. Conclusions and opinions do not guarantee any future event or performance. Neither Sagard nor any of its subsidiaries or affiliates are liable for any errors or omissions in the information or for any loss or damage suffered.

The materials contained herein are for information purposes only and do not constitute an offer to sell or a solicitation of an offer to purchase any interest in any investment vehicles managed by Sagard.

No securities commission or regulatory authority in the United States or in any other country has in any way passed upon the merits of an investment in a Fund or the accuracy or adequacy of the information or material contained herein or otherwise. This information is not, and under no circumstances is to be construed as, a prospectus, a public offering, or an offering memorandum as defined under applicable securities legislation. The information contained herein is intended solely for "qualified purchasers" as that term is defined in the U.S. Investment Company Act of 1940 and, in Canada, "accredited investors" within the meaning of applicable securities legislation. Such offer or solicitation shall be made only pursuant to a confidential private placement memorandum or similar document, which qualifies in its entirety the information set forth herein and contains a description of the risks of investing. The attached material is also qualified by reference to any limited partnership agreement or similar document and subscription agreement relating to a Sagard-managed investment vehicle. All of these other documents relating to a Sagard-managed investment vehicle should be reviewed carefully prior to making an investment.

This document, which has been prepared solely for information purposes by Sagard, is confidential and is being provided to you on the express understanding that it will not be reproduced or transmitted by you to third parties without Sagard's prior written consent. Without limiting the foregoing, you (and your employees and agents) agree that you will keep the information contained herein as provided herewith confidential and agree that you will, and you will cause your directors, partners, officers, employees, professional advisors and representatives, to use such information only for information purposes and for no other purpose and will not divulge any such information to any other party. If you are not the intended recipient of this document, you are hereby notified that the use, circulation, quoting or reproducing of this document is strictly prohibited and may be unlawful.

Additional information is available upon request.

All references to "dollars" or "\$" are to U.S. dollars unless otherwise stated.

All information is presented as of December 31, 2022 unless otherwise stated.

Sagard® and Portage Ventures® are trademarks of Sagard and its affiliates. All rights reserved.