



Independent practitioner's assurance report

To the Management of Element Fleet Management Corporation

Scope

We have undertaken a 'limited assurance engagement' as defined by Canadian Standards on Assurance Engagements, here-after referred to as the engagement, in relation to the Scope 1, Scope 2 (location-based and market-based), and Scope 3 Category 1, 2, 3, 4, 5, 6, 7, 8, 11, 12, and 13 Greenhouse Gas ("GHG") emissions for the year ended December 31, 2023, and the Scope 1, Scope 2 (location-based), and Scope 3 Category 11, 12, and 13 GHG emissions for the year ended December 31, 2019 (the "Subject Matter"), of Element Fleet Management Corporation ("Element") detailed in the accompanying Schedule and contained in Element's Sustainability Report dated June 2024 (the "Report").

Other than as described in the preceding paragraph, which sets out the scope of our engagement, we did not perform assurance procedures on the remaining information included in the Report, and accordingly, we do not express a conclusion on this information.

Criteria applied by Element

In preparing the Subject Matter, Element applied the guidance contained within the Greenhouse Gas Protocol: Corporate Accounting and Reporting Standard and Scope 2 Guidance (the "GHG Protocol" or the "Criteria"). The Criteria can be accessed through the World Resources Institute.

Element's responsibilities

Element's management is responsible for selecting the Criteria, and for presenting the Subject Matter in accordance with that Criteria, in all material respects. This responsibility includes establishing and maintaining internal controls, maintaining adequate records and making estimates that are relevant to the preparation of the GHG statement, such that it is free from material misstatement, whether due to fraud or error.

EY's responsibilities

Our responsibility is to express a conclusion on the presentation of the Subject Matter based on the evidence we have obtained.

Our engagement was conducted in accordance with the *Canadian Standard for Assurance Engagements 3410, Assurance Engagements on Greenhouse Gas Statements* ("CSAE 3410"). This standard requires that we plan and perform our engagement to express a conclusion on whether we are aware of any material modifications that need to be made to the Subject Matter

in order for it to be in accordance with the Criteria, and to issue a report. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risk of material misstatement, whether due to fraud or error.

We believe that the evidence obtained is sufficient and appropriate to provide a basis for our limited assurance conclusion.

Our Independence and Quality Management

We have complied with the relevant rules of professional conduct / code of ethics applicable to the practice of public accounting and related to assurance engagements, issued by various professional accounting bodies, which are founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behaviour.

Our firm applies Canadian Standard on Quality Management 1, *Quality Management for Firms that Perform Audits or Reviews of Financial Statements, or Other Assurance or Related Services Engagements*, which requires us to design, implement and operate a system of quality management including policies or procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Description of procedures performed

Procedures performed in a limited assurance engagement vary in nature and timing from, and are less in extent than for a reasonable assurance engagement. Consequently, the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed. Our procedures were designed to obtain a limited level of assurance on which to base our conclusion and do not provide all the evidence that would be required to provide a reasonable level of assurance.

Although we considered the effectiveness of management's internal controls when determining the nature and extent of our procedures, our assurance engagement was not designed to provide assurance on internal controls. Our procedures did not include testing controls or performing procedures relating to checking aggregation or calculation of data within IT systems.

A limited assurance engagement consists of making enquiries, primarily of persons responsible for preparing the Subject Matter and related information, and applying analytical and other relevant procedures.

Our procedures included:

- ▶ Conducting interviews with relevant personnel to obtain an understanding of the process for collecting, collating, and reporting the Subject Matter;
- ▶ Undertaking analytical review, reperforming select calculations and comparing, on a limited sample basis, to underlying source information; and
- ▶ Reviewing the presentation and disclosure of the Subject Matter in the Report.

We also performed such other procedures as we considered necessary in the circumstances.

Inherent limitations

Non-financial information, such as the Subject Matter, is subject to more inherent limitations than financial information, given the more qualitative characteristics of the Subject Matter and the methods used for determining such information. The absence of a significant body of established practice on which to draw allows for the selection of different but acceptable evaluation techniques which can result in materially different evaluation and can impact comparability between entities and over time.

The Greenhouse Gas quantification process is subject to scientific uncertainty, which arises because of incomplete scientific knowledge about the measurement of GHGs. Additionally, GHG procedures are subject to estimation (or measurement) uncertainty resulting from the measurement and calculation processes used to quantify emissions within the bounds of existing scientific knowledge.

Conclusion

Based on our procedures and the evidence obtained, nothing has come to our attention that causes us to believe that the Subject Matter for the reporting periods outlined in the accompanying Schedule and Report, is not prepared, in all material respects, in order for it to be in accordance with the Criteria.



Chartered Professional Accountants
Licensed Public Accountants

June 20, 2024
Toronto, Canada

Schedule

Our limited assurance engagement was performed on the following Subject Matter for the years ended December 31, 2019, and December 31, 2023:

Performance Indicator ²	Criteria ¹	Unit	Reported Value		Report page(s)
			2023	2019	
Scope 1 GHG emissions	GHG Protocol	MtCO ₂ e	1,333	2,260	23, 47, 48, 53
Scope 2 GHG emissions (location-based)	GHG Protocol	MtCO ₂ e	2,646	5,349	23, 47, 48, 53
Scope 2 GHG emissions (market-based)	GHG Protocol	MtCO ₂ e	2,809	Not in scope	23, 48
Scope 3 GHG emissions - Category 1: Purchased goods and services	GHG Protocol	MtCO ₂ e	25,927		48
Scope 3 GHG emissions - Category 2: Capital goods	GHG Protocol	MtCO ₂ e	1,693,550		48
Scope 3 GHG emissions - Category 3: Fuel- and energy-related activities	GHG Protocol	MtCO ₂ e	1,218		48
Scope 3 GHG emissions - Category 4: Upstream transportation and distribution	GHG Protocol	MtCO ₂ e	24,551		48
Scope 3 GHG emissions - Category 5: Waste generated in operations	GHG Protocol	MtCO ₂ e	137		48
Scope 3 GHG emissions - Category 6: Business travel	GHG Protocol	MtCO ₂ e	1,993		48
Scope 3 GHG emissions - Category 7: Employee commuting (including teleworking)	GHG Protocol	MtCO ₂ e	3,020		48
Scope 3 GHG emissions - Category 8: Upstream leased assets	GHG Protocol	MtCO ₂ e	414		48
Scope 3 GHG emissions - Category 11: Use of sold products	GHG Protocol	MtCO ₂ e	7,015,016	6,346,457	48
Scope 3 GHG emissions - Category 12: End-of-life treatment of sold products	GHG Protocol	MtCO ₂ e	26,206	33,554	48
Scope 3 GHG emissions - Category 13: Downstream leased assets	GHG Protocol	MtCO ₂ e	5,234,215	6,197,842	48

¹ Significant contextual information necessary to understand how the data has been compiled has been disclosed in the Report on pages 23 & 47-53.

² Element's Scope 3 GHG footprint is prepared in accordance with the GHG Protocol Corporate Value Chain (Scope 3) Accounting and Reporting Standard, and GHG Protocol Technical Guidance for Calculating Scope 3 Emissions.