

January 21, 2016

United Nations Global Compact


Re: Statement of Continued Support by the President

I am pleased to confirm that Voyageur Aviation Corp reaffirms its support of the Ten Principles of the United Nations Global Compact in the areas of Human Rights, Labour, Environment, and Anti-Corruption.

In this annual Communication on Progress, we describe our actions to continually improve the integration of the Global Compact and its principles into our business strategy, culture and daily operations. We also commit to sharing this information with our stakeholders where possible.

Sincerely

VOYAGEUR AVIATION CORP



Max Shapiro
President

Voyageur Airways Limited – Communication on Progress

For the Period: January 2015 – January 2016

Voyageur became signatory to the United Nations Global Compact on January 20, 2015. This marked the beginning of Voyageur's formalized journey along the path of Sustainability and reported Corporate Social Responsibility. Whether formalized or not, Voyageur has always operated in a sustainable manner. Voyageur's success is predicated on being efficient, responsible and sustainable. Becoming signatory to the United Nations Global Compact is the logical next step in this belief.

Voyageur has established a Sustainability Committee that meets on a quarterly basis. The primary means of this committee is to establish sustainability policies and monitor Voyageur's sustainable initiatives.

Voyageur's Implementation of the Ten Principles

Human Rights

Principle 1: Businesses should support and respect the protection of internationally proclaimed human rights;

Principle 2: Make sure that they are not complicit in human rights abuses.

Assessment, Policy and Goals / Implementation

Voyageur is a company with a global reach and an understanding that businesses have a very important role to play in respecting and upholding human rights. As a Canadian employer, Voyageur must be compliant with the Canadian Human Rights Commission and follow the rules set out by both the Canadian Human Rights Act as well as the Employment Equity Act. Between these two laws, employer obligations regarding equality, duty to accommodate, and equal employment opportunities are defined.

Voyageur has long standing Overriding Policies in place for:

- Discrimination and Harassment
- Employment Equity
- Sexual Harassment

These policies are continually reinforced and accessible every employee through Voyageur's company-wide online document sharing portal. Copies of these policies are also on display at common areas throughout Voyageur facilities.

If any employee feels that their Human Rights are being infringed upon or violated, they are able to submit a report through Voyageur's Confidential Reporting system. Access to these reports is restricted to only necessary individuals who have the requisite training and knowledge needed to properly handle these types situations.

Measurement of Outcomes

Voyageur has had no Human Rights violations in its operating history. Voyageur will also continue to remain vigilant and attentive to any potential Human Rights violations in our operations. Voyageur's confidential reporting system also continues to be used by employees for various different circumstances. This further indicates the need of such a system.

Labour Principles

Principle 3: Businesses should uphold the freedom of association and the effective recognition of the right to collective bargaining;

Principle 4: The elimination of all forms of forced and compulsory labour;

Principle 5: The effective abolition of child labour;

Principle 6: The elimination of discrimination in respect of employment and occupation.

Assessment, Policy and Goals / Implementation

In Canada, labour laws stem directly from human rights laws and regulations. Canada is a member of the International Labour Organization and therefore must apply the 4 labour principles from the UNGC in its own labour laws. Voyageur has multiple Overriding Policies and Directives regarding labour laws and regulations. The following Overriding Directives are currently enforced at Voyageur:

- Employment Equity
- Discrimination and Harassment
- Sexual Harassment
- Confidential Information
- Safety & Risk Management
- Non-Punitive
- Intellectual Property

Building upon these policies/directives, Voyageur also has policies/programs in place to specifically protect employees during performance of their duties. The following policies are currently in place:

- Work Refusal Policy
- Personal Protective Equipment (PPE) Training Program
- Working at Heights Training Program
- Confined Space Training Program

Measurement of Outcomes

Voyageur stands behind its Work Refusal Policy and ensures that all employees are aware of their right to refuse dangerous work. Voyageur also places large amounts of emphasis on our training programs for both newly hired employees and recurring training. Monthly inspections are carried out for compliance to safety regulations. Voyageur continues to reduce the number of incidents/non-compliances that occur or are found in large part due to the effectiveness of the training programs in place.

Environment

Principle 7: Businesses should support a precautionary approach to environmental challenges.

Principle 8: Undertake initiatives to promote greater environmental responsibility; and

Principle 9: Encourage the development of diffusion of environmentally friendly technologies.

Assessment, Policy and Goals / Implementation

Voyageur firmly believes that the next paradigm shift in the aviation industry will be in the environmental area. Not only can sustainable/environmentally friendly initiatives help improve environmental well-being, but they can also unlock great value for companies. Efficiencies, cost savings and other benefits can be realized through the implementation of sustainable initiatives.

Voyageur has two (2) main streams of operations where precautionary approaches are applied. These are Flight Operations and Maintenance and Engineering. Voyageur has implemented the following Environmental Initiatives:

- **Fuel Management Policy:** Under this policy, Voyageur trains and instructs flight crews on how to best effectively manage fuel during operations. Not only does this policy help protect the environment but it also creates cost savings which are then passed on to the customer.
- **Asbestos Awareness Program:** This program was designed to provide awareness about asbestos. Voyageur's main base facilities were designed during a period when asbestos was used for thermal/acoustical insulation and fire proofing. Voyageur has thoroughly identified and labeled all areas of its main base where asbestos exists.
- **Aircraft Paper Records Recycling:** Throughout the dismantling of several aircraft this year, Voyageur was tasked with the disposal of all of the documentation for these aircraft. Voyageur is happy to confirm that all aircraft records were recycled properly
- **Energy Conservation at our Main Base of Operations:** While not official policy, Voyageur uses many techniques and strategies to conserve energy at its main base of operations in North Bay, Ontario. This is especially prevalent during the winter

months. Limiting operation of the hangar doors for instance drastically reduces the workload on the heating system.

Anti-Corruption

Principle 10: Businesses should work against corruption in all its forms, including extortion and bribery.

Assessment, Policy and Goals / Implementation

Voyageur Airways fully supports the United Nations in its fight against all forms of corruption. In many of the areas of operation for Voyageur, the ugly head and face of corruption is widespread. Knowing this, Voyageur provides training to all of our Site Managers and other employees who deal with third parties at overseas locations. This training and emphasis on eliminating corrupt practices in Voyageur operations help to combat corruption in these areas of operation. Voyageur would handle any instances of corrupt practices with the sternest authority.

Measurement of Outcomes

Voyageur is also subject to many audits by various organizations. These are both financial and operational in scope and nature. These audits have not discovered any evidence of corrupt practices.