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To the British Columbia Ministry of Environment:

We have prepared certain components of McLaren Electric (175) Ltd.'s ("McLaren Lighting") Annual Report for the year ended December 31, 2014 as required by Part 3 Section 14(2)(f) of the Regulations.

Part 3 Section 14(2)(f) of the Regulations:

- Description and rationale of the process used by McLaren Lighting to store and transport products it collects and how it manages the products at each level of the Pollution Prevention Hierarchy.

The products collected by McLaren Lighting are sorted and stored on site in its Victoria and Nanaimo branch locations. Each location is responsible for sorting the product received and packaging them for safe transport.

The goal of the Lighting Products Recycling Program at McLaren Lighting is to divert the re-useable lighting fixtures collected out of the landfill and ship them to organizations that can re-use or re-purpose the products.

If the product is not re-useable then McLaren Lighting pays to have the product recycled safely at approved recyclers in Victoria and Nanaimo.

McLaren lighting diverts all of the products collected at the first and second levels of the Pollution Prevention Hierarchy. McLaren Lighting does not have a process in which to recover the material or energy from the products and it does not otherwise directly dispose of any collected items as waste.

- To achieve the first level of the Pollution Prevention Hierarchy McLaren Lighting collects re-useable lighting fixtures and working light bulbs for donation. The items are shipped to either Habitat for Humanity's Re-Store in Victoria or to the Nanaimo Recycling Exchange in Nanaimo where they also have a store front where they re-sell or re-purpose the products.
- The lighting fixtures McLaren Lighting receives that are not re-useable are collected and shipped in Victoria to Ellice Recycle Ltd. and in Nanaimo to the Nanaimo Recycling Exchange where the fixtures are broken down into their base components of glass and various metals and recycled. McLaren lighting pays a fee for each shipment of fixtures sent for recycling at Ellice Recycling Ltd. in Victoria. The Nanaimo Recycling Exchange does not charge a fee.
- The non-working light bulbs McLaren receives are collected and sorted by type then shipped to Ellice Recycling Ltd. in Victoria and to the Nanaimo Recycling Exchange in Nanaimo. For incandescent bulbs the recyclers will break down the bulbs to their base components of glass and metals for recycling.
- For fluorescent bulbs Ellice Recycling Ltd. and the Nanaimo Recycling Exchange use specialty equipment that trap the mercury and phosphors and collect for recycling to ensure they are not released into the environment. McLaren lighting pays a per bulb recycling fee based on size of each individual bulb sent for recycling.

Our report has been prepared solely for the purposes of complying with Part 3 Section 14(2)(f) of the Regulations contained within McLaren Lighting's Annual Report under the Recycling Regulations and is not intended to be and should not be used for any other purpose. Our duties in relation to this report are owed solely to McLaren Lighting, and accordingly, we do not accept any responsibility for loss occasioned to any other party acting or refraining from acting based on this report.

Victoria, British Columbia
April 30, 2015

A handwritten signature in blue ink that reads "Field & Company LLP". The signature is written in a cursive, flowing style.

CHARTERED ACCOUNTANTS