

Capital régional et coopératif Desjardins

Audited schedule of cost of investments
impacting the Québec economy
As at June 30, 2019



Independent auditor's report

To the Shareholders of
Capital régional et coopératif Desjardins

Our opinion

In our opinion, the accompanying schedule of cost of investments impacting the Quebec economy (the schedule) of Capital régional et coopératif Desjardins (CRCD) as at June 30, 2019 is prepared, in all material respects, in accordance with the dispositions of article 18 of the Regulation respecting Development Capital Investment Fund Continuous Disclosure.

Basis for opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the schedule* section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of CRCD in accordance with the ethical requirements that are relevant to our audit of the schedule in Canada. We have fulfilled our other ethical responsibilities in accordance with these requirements.

Emphasis of matter – Basis of accounting

We draw attention to note to the schedule, which describes the basis of accounting. The schedule is prepared in order to comply with the dispositions of article 18 of the Regulation respecting Development Capital Investment Fund Continuous Disclosure. As a result, the schedule may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of management and those charged with governance for the schedule

Management is responsible for the preparation of the schedule in accordance with the dispositions of article 18 of the Regulation respecting Development Capital Investment Fund Continuous Disclosure, and for such internal control as management determines is necessary to enable the preparation of a schedule that is free from material misstatement, whether due to fraud or error.

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In preparing the schedule, management is responsible for assessing CRCD's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate CRCD or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing CRCD's financial reporting process.

Auditor's responsibilities for the audit of the schedule

Our objectives are to obtain reasonable assurance about whether the schedule as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this schedule.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the schedule, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the CRCD's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on CRCD's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the schedule or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause CRCD to cease to continue as a going concern.



We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them about all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

PricewaterhouseCoopers LLP¹

Montréal, Quebec
August 15, 2019

¹ CPA auditor, CA, public accountancy permit No. A111799

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(in thousands of dollars)

	Initial investment year	Industry segment	Unsecured investments		Secured investments	Total \$
			Common and Preferredshares and funds units \$	Loans, advances and notes \$	Loans, advances and notes \$	
Abitibi-Témiscamingue						
Norbell Électrique inc.	2010	S	-	17	-	17
Trim Line de l'Abitibi inc.	2009	S	125	-	-	125
Total Abitibi-Témiscamingue			125	17	-	142
Bas-Saint-Laurent						
2862-2272 Québec inc. (Quincaillerie Home Hardware Rimouski)	2018	S	-	139	-	139
Domaine Élie-Raphaël inc.	2018	S	-	550	-	550
Total Bas-Saint-Laurent			-	689	-	689
Capitale-Nationale						
Boutique Le Pentagone inc.	2008	S	2,951	-	-	2,951
Gecko Alliance Group inc.	2016	M	14,773	6,482	-	21,255
Groupe conseil NOVO SST inc.	2013	S	750	276	-	1,026
Jobillico inc.	2015	S	1,020	5,488	-	6,508
Latéral Innovations inc.	2019	M	-	250	-	250
Nuutok Entreprise inc.	2019	TI	-	515	-	515
Qohash inc.	2019	TI	1,000	-	-	1,000
Total Capitale-Nationale			20,494	13,011	-	33,505
Centre-du-Québec						
Avjet Holding inc.	2009	S	3,732	-	-	3,732
CBR Laser inc.	2012	M	-	10,728	-	10,728
Citadelle, Maple Syrup producer's Cooperative	2016	M	7,500	-	-	7,500
Farinart inc.	2010	M	250	-	-	250
Fruit d'or inc.	2018	M	20,000	-	-	20,000
Groupe Anderson inc.	2007	M	3,740	-	-	3,740
Total Centre-du-Québec			35,222	10,728	-	45,950
Chaudière - Appalaches						
Amisco Industries Ltd.	2018	M	17,220	20,000	-	37,220
C.I.F. Métal Itée	2005	M	1,008	-	-	1,008
Cycles Lambert inc.	2018	S	-	-	3,800	3,800
Fournier Industries Group inc.	2013	M	17,000	2,529	-	19,529
Fertilec Ltd.	2019	M	-	500	-	500
Grondin et Nadeau inc.	2019	S	-	500	-	500
Groupe Filgo inc.	2012	S	11,735	-	-	11,735
Hortau inc.	2010	M	2,167	-	-	2,167
Marquis Book Printing inc.	2007	M	2,850	1,250	-	4,100
Total Chaudière - Appalaches			51,980	24,779	3,800	80,559
Eastern Townships						
Coopérative funéraire de l'Estrie	2006	S	-	312	-	312
Engrenages Sherbrooke inc. (Les)	2013	M	-	131	-	131
Exo-s-inc.	2012	M	20,572	2,665	-	23,237
FilSpec inc.	2004	M	1,291	-	-	1,291
Imprimerie Précé-Grafik inc.	2009	M	1,500	519	-	2,019
Kemestrie inc.	2010	TI	528	-	-	528
Technic-Eau Drillings inc.	2017	M	12,362	3,858	-	16,220
Total Eastern Townships			36,253	7,485	-	43,738
Gaspésie-Îles-de-la-Madeleine						
Les Entreprises Leblanc 3 inc.	2018	S	-	500	-	500
Total Gaspésie-Îles-de-la-Madeleine			-	500	-	500
Lanaudière						
Groupe Composites VCI inc.	2007	M	2,250	117	-	2,367
Xpertdoc Technologies inc.	2018	S	3,000	970	-	3,970
Total Lanaudière			5,250	1,087	-	6,337

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Laval						
lonodes inc.	2019	TI	-	369	-	369
Total Laval			-	369	-	369
Mauricie						
Classement Luc Beaudoin inc. (9289-8907 Qc inc.)	2013	S	-	316	-	316
Innovations Voltflex inc.	2006	M	17	-	-	17
Total Mauricie			17	316	-	333
Montérégie						
9349-6347 Québec inc.	2019	S	-	14,580	-	14,580
9523383 Canada inc. (C.A.T.)	2016	S	8,224	-	-	8,224
A. & D. Prévost inc.	2011	M	5,589	-	-	5,589
A.T.L.A.S. Aéronautique inc.	2010	M	6,000	-	-	6,000
Agropur Coopérative	2014	M	74,947	-	-	74,947
Atis Group inc.	2015	M	34,231	1,769	-	36,000
Câbles Ben-Mor inc. (Les)	2009	M	-	1,431	-	1,431
Investissements Brasco inc.	2009	M	-	674	-	674
Norbec Group inc.	2017	M	7,450	1,200	-	8,650
Novo Poultry inc.	2017	M	1,200	795	-	1,995
NSE Automatech inc.	2013	M	2,639	-	-	2,639
Nutri Group inc.	2018	M	15,000	-	-	15,000
Spectra Premium Industries inc.	2006	M	2,589	-	-	2,589
Unicel Architectural Corp.	2017	M	6,000	1,588	-	7,588
Valtech Fabrication inc.	2017	M	14,891	5,377	-	20,268
Total Montérégie			178,760	27,414	-	206,174
Montréal						
10337803 Canada inc.	2019	S	-	-	2,250	2,250
360 Agency inc.	2016	S	9,950	-	-	9,950
Agriculture Concentric inc.	2018	M	2,468	-	642	3,110
Alaya Care inc.	2019	TI	504	-	-	504
Alithya Group inc.	2015	S	22,217	-	-	22,217
Arbell Electronics inc.	2008	S	-	31	-	31
Courchesne, Larose Itée	2015	M	-	6,624	-	6,624
Emballages Deltapac inc. (Les)	2005	M	42	-	-	42
Emovi inc.	2018	M	824	-	-	824
Entreprise Nexmoov inc.	2018	TI	-	639	-	639
Groupe Solotech inc.	2013	S	23,812	-	-	23,812
Heyday Technologies Inc.	2019	TI	500	-	-	500
Keatext inc.	2018	TI	-	1,059	-	1,059
La Coop fédérée	2005	M	80,000	-	-	80,000
Motorleaf (9337-4791 Québec inc)	2018	TI	866	-	-	866
My Intelligent Machines (MIMs), (9813063 Canada inc)	2019	TI	-	773	-	773
Mylo Financial Technologies inc.	2017	TI	1,000	1,000	-	2,000
nGUVU Technologies inc.	2018	TI	-	264	-	264
Ni2 inc.	2017	TI	5,084	-	932	6,016
Optina Diagnostics inc.	2018	TI	868	-	-	868
Phildan inc.	2015	M	8,250	3,634	-	11,884
Potloc inc.	2018	TI	-	823	-	823
Rekruti Solutions inc.	2018	TI	-	327	-	327
Résidences pour aînés Immo 1ere inc.	2019	S	788	-	-	788
SPB Solutions inc.	2016	M	-	-	933	933
Tekalia Aéronautik (2010) inc.	2019	S	2,613	-	-	2,613
Telecon inc.	2011	S	38,149	-	-	38,149
Thorasys Thoracic Medical Systems inc.	2018	TI	-	558	-	558
Total Montréal			197,935	15,732	4,757	218,424
Nord-du-Québec						
Maple Gold Mines Ltd.	2018	M	150	-	-	150
Sirios Resources inc.	2019	M	150	-	-	150
Total Nord-du-Québec			300	-	-	300

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			\$	\$	\$	\$
Outaouais						
Agrisoma Biosciences inc.	2018	M	-	-	2,963	2,963
Total Outaouais			-	-	2,963	2,963
Outside of Canada						
Pharmaxis Ltd.	2010	I	2,360	-	-	2,360
Total Outside of Canada			2,360	-	-	2,360
Saguenay-Lac-Saint-Jean						
9366-5099 Québec inc. (La Voie maltée - Laurier)	2018	S	-	-	525	525
Groupe Canmec inc.	2004	M	7,014	-	-	7,014
L.S.M. Son & Lumières inc.	2019	S	-	500	-	500
Nokamic inc.	2010	M	-	-	356	356
Produits sanitaires Lépine inc. (Les)	2010	M	1,431	-	-	1,431
Senneco inc.	2013	S	-	333	-	333
Total Saguenay-Lac-Saint-Jean			8,445	833	881	10,159
Funds						
Capital croissance PME II s.e.c.	2014	F	78,384	-	-	78,384
Desjardins - Innovatech S.E.C.	2005	F	42,659	2,111	-	44,770
Desjardins Capital PME s.e.c.	2018	F	54,800	-	-	54,800
Desjardins Capital Transatlantique, L.P.	2018	F	6,286	-	-	6,286
FIER Partenaires, s.e.c.	2005	F	3,683	-	-	3,683
Fonds de transfert d'entreprise du Québec, s.e.c.	2011	F	2,499	-	-	2,499
Fonds d'investissement MSBI, s.e.c.	2004	F	4,619	-	-	4,619
Fonds d'investissement pour la relève agricole (FIRA)	2011	F	8,990	-	-	8,990
Fonds Ecofuel I S.E.C.	2018	F	536	-	-	536
Luge Investment Fund I, L.P.	2018	F	450	-	-	450
Novacap Industries III, L.P.	2007	F	25	-	-	25
Novacap Technologies III, L.P.	2007	F	-	-	-	-
RVOMTL17 Limited Partnership	2017	F	1,592	-	-	1,592
Siparex Transatlantique - Fonds Professionnel de Capital Investissement	2018	F	1,380	-	-	1,380
Société en commandite Essor et Coopération	2013	F	23,569	-	-	23,569
Total Funds			229,472	2,111	-	231,583
Total cost			766,613	105,071	12,401	884,085

Industry segment legend

M: Manufacturing
S: Services
TI: Technological innovations
F: Funds

The schedule of cost of investments impacting the Québec economy is prepared in accordance with the section 18 of the Regulation respecting Development Capital Investment Fund Continuous Disclosure. This audited schedule of cost of investments impacting the Québec economy provides details, per entity, of the sums invested by Capital régional et coopératif Desjardins. This amount appears in note 7 to the financial statements of CRCD, as at June 30, 2019.