

LD Constructora

Disclosure Report Date Submitted: July 18th, 2025

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Disclosure Materials

Certified B Corporations must complete a Disclosure Questionnaire to identify potentially sensitive issues related to the company (e.g. historical fines, sanctions, material litigation, or sensitive industry practices).

This component does not affect the company's score on the B Impact Assessment. If the company answers affirmatively to any items in the Disclosure Questionnaire that B Lab deems relevant for public stakeholders, then, as a condition of their certification, the company must:

- Be transparent about details of the disclosure issues identified on the company's public B Impact Report
- 2) Describe how the company has addressed this issue
- 3) Demonstrate that management practices are in place to avoid similar issues from arising in the future, when necessary.

In all cases, the Standards Advisory council reserves the right to refuse certification if the company is ultimately deemed not to uphold the spirit and integrity of the community.

In addition to the voluntary indication of sensitive issues in the Disclosure Questionnaire, companies pursuing Certification also are subject to a background check by B Lab staff. Background checks include a review of public records, news sources, and search engines for company names, brands, executives/founders, and other relevant topics.

Sensitive issues identified through background checks may or may not be within the scope of questions in the Disclosure Questionnaire, but undergo the same review process and are subject to the same possible review by the Standards Advisory Council, including ineligibility for B Corp Certification, required remediation, or disclosure.

B Lab's Public Complaints Process

Any party may submit a complaint about a current B Corp through B Lab's Public Complaint Process. Grounds for complaint include:

- Intentional misrepresentation of practices, policies, and/or claimed outcomes during the company's certification process
- 2) Breaches of the B Corp Community's core values as expressed in our Declaration of Interdependence

This document contains a copy of the company's completed Disclosure Questionnaire and related disclosure documentation provided by the company.



Disclosure Questionnaire

Industries and Products

Yes No Please indicate if the company is involved in production of or trade in any of the following. Select Yes for all options that **Animal Products or Services** $\boxed{}$ **Biodiversity Impacts** Chemicals $\boxed{}$ **Disclosure Alcohol Disclosure Firearms Weapons** $\boxed{}$ **Disclosure Mining** $\boxed{}$ **Disclosure Pornography** $\boxed{}$ **Disclosure Tobacco** $\boxed{}$ **Energy and Emissions Intensive** $\boxed{}$ Industries Fossil fuels \square Gambling **Genetically Modified Organisms** $\boxed{}$ Illegal Products or Subject to $\boxed{}$ **Phase Out** Industries at Risk of Human \square **Rights Violations Monoculture Agriculture** \square **Nuclear Power or Hazardous** $\overline{\mathbf{A}}$ **Materials** Payday, Short Term, or High **Interest Lending Water Intensive Industries** $\overline{\mathbf{A}}$ Tax Advisory Services

Outcomes & Penalties

	Yes	No	
Please indicate if the company has had any formal complaint to a regulatory agency or been assessed any fine or sanction in the past five years for any of the following practices or policies. Check all that apply.			
Anti-Competitive Behavior		\checkmark	
Breaches of Confidential Information		V	
Bribery, Fraud, or Corruption		\checkmark	
Company has filed for bankruptcy		\checkmark	
Consumer Protection		\checkmark	
Financial Reporting, Taxes, Investments, or Loans		V	
Hazardous Discharges Into Air/Land/Water (Past 5 Yrs)		V	
Labor Issues		\checkmark	
Large Scale Land Conversion, Acquisition, or Relocation		\checkmark	
Litigation or Arbitration	V		
On-Site Fatality		\checkmark	
Penalties Assessed For Environmental Issues		\checkmark	
Political Contributions or International Affairs		\checkmark	
Recalls		\checkmark	
Significant Layoffs		\checkmark	
Violation of Indigenous Peoples Rights		\checkmark	
Other		\checkmark	



Practices

	Yes	No
Please indicate if the following statements are true regarding whether or not the company engages in the following practices. Check all that apply. If the statement is true, select "Yes." If false, select "No."		
Animal Testing		K
Company/Suppliers Employ Under Age 15 (Or Other ILO Minimum Age)		V
Company prohibits freedom of association/collective bargaining		\searrow
Company workers are prisoners		\searrow
Conduct Business in Conflict Zones		\checkmark
Confirmation of Right to Work		V
Does not transparently report corporate financials to government		\searrow
Employs Individuals on Zero-Hour Contracts		K
Facilities located in sensitive ecosystems		N
ID Cards Withheld or Penalties for Resignation		\
No formal Registration Under Domestic Regulations		V
No signed employment contracts for all workers		V
Overtime For Hourly Workers Is Compulsory		V
Payslips not provided to show wage calculation and deductions		V

	Yes	No
Sale of Data		V
Tax Reduction Through Corporate Shells		V
Workers cannot leave site during non-working hours		V
Workers not Provided Clean Drinking Water or Toilets		\searrow
Workers paid below minimum wage		N
Workers Under Bond		✓
Other		\checkmark

Supply Chain Disclosures

	Yes	No
Please indicate if any of the following statements are true regarding your company's significant suppliers.		
Business in Conflict Zones		\checkmark
Child or Forced Labor		\vee
Negative Environmental Impact		\vee
Negative Social Impact		\checkmark
Other		\checkmark



Disclosure Questionnaire Statement

Disclosure Questionnaire Category: Litigation, Arbitration, and/or Penalties

Issue Date	2020 - 2024
Topic	Litigation related to employees and employees of a contracting company
Summary of Issue	LD Constuctora currently faces; 8 litigation cases that were resolved through payment related to employee unjustified dismissal and recovery of labor benefits, Claim for compensation for damages, Claim for compensation for damages due to occupational disease, payment of labor benefits, Economic unity claim, Claim for compensation for moral damages. • 1 pending litigation related to employees claiming for protection due to a violation of fundamental rights was rejected by the court and is currently before the Valparaiso Court of Appeals. • 3 Pending litigation cases involving company employees include allegations of: unjustified dismissal based on Article 161, paragraph 1 of the Labor Code; non-payment of prior social security contributions; violation of fundamental rights due to a workplace accident; and unjustified dismissal based on Article 159 No. 4, expiration of the fixed-term contract. • 15 litigation cases that were resolved through payment related to the employees of the company's contractors with claims of constructive dismissal for serious breach, work accidents, unfair dismissals, dismissal annulments, moral damages, recovery of employment benefits, subcontracting, labor benefits, violation of fundamental rights, and damages due to work-related accidents. • 3 pending litigation cases related to the employees of the company's contractors with claims of work accident, unjustifiably dismissed for abandoning work, and claims of verbal dismissal by the contrasting company, owing wages, prior notice, payment of contributions, and overtime.



Size/Scope of Issue (e.g. \$ financial implication, # of individuals affected)	The settlement amount for each litigation case was valued at less than 1% of the company's revenue in the last fiscal year. The estimated value for each pending case is expected to be less than 1% of the company's total revenue. The cost of all the cases is estimated to be valued at 1-5% of the company's total revenue in the last fiscal year.
Resolution	Litigation cases were resolved primarily through settlement in and out of court. Some cases are pending a final resolution through the court.
Impact on Stakeholders	The direct and indirect employees face potential negative impact financially and in terms of their welfare.
Management Practices	In addressing and mitigating similar occurrences, LD has strengthened its policies regarding the occupational health and safety of its workers throughout the development of its projects. Whenever an unavoidable accident occurs during the company's projects, regardless of its severity or whether it affected a local worker or a contractor, a thorough investigation is conducted to determine the root cause of the accident, determining what caused it and how it could have been avoided. This information is then disseminated to all of the company's projects with the goal of increasing care at the specific point of failure that may have caused the accident. LD works with the Serres platform to ensure compliance with the labor and social security obligations of all its contractors, ensuring that all workers providing services to LD receive their corresponding salaries in accordance with current regulations. Serres is a company accredited by the authority to certify compliance with labor and social security obligations, in accordance with Law No. 20,123. Its processes are validated by the National Standards Institute (INN), which has accredited it as a Type A Verification Entity, according to NCh-ISO 17020-2012. The company is also working on contractor control policies, management tools, and supplier/contractor monitoring.