



# Path to Net Zero Carbon

Building a low-carbon future.



# Our carbon commitment

## GOAL

We will become a net-zero company by 2050 through advancing climate-positive forest management, producing sustainable forest products and developing impactful partnerships.

## TARGETS

Reduce absolute scope 1 and 2 carbon emissions by 42% by 2030 from a 2020 base year.

Measure our scope 3 emissions and establish a science-based reduction target by 2024.

### What does this target mean?

We plan to invest at least **\$250 million** in carbon reduction projects across our business by 2030.

Companies who are committed to a low-carbon future are setting climate change goals that are aligned with the best available science. As an example, the Paris Agreement, signed in 2015, is working to limit global warming to below 2°C, and preferably to 1.5°C, to prevent irreversible climate change.

We are assessing and redesigning our pulp and lumber operations to reduce scope 1 and 2 emissions. Strategic partnerships through our value chain will impact our scope 3 emissions within harvesting, transportation, procurement, bio-innovation, and more.



# Creating a better balance

There is an urgent, global need to address climate change. We recognize this requires us to continue advancing our practices to meet the needs of tomorrow.

*As a forestry company we are on the frontlines of this challenge and see carbon storage, through sustainable forest management and providing natural, renewable products, as a central strategy in mitigating climate change.*

## Healthy Forests

Our best tool is a healthy forest. One that is in harmony with the ecology and communities around it. When forests are in harmony their ability to capture and store carbon is increased.

Canfor has a strong track record of caring for and managing the forest responsibly. As the science of sustainability evolves so do we; whether that's through our practices, processes, unique partnerships, or our variety of products that safely lock carbon away for generations.

Our tradition of sustainability is rooted in the knowledge that we have an important role to play in a low-carbon future from which everyone will benefit. This includes protecting air and water sources, biodiversity, and ensuring forests are places for everyone to enjoy.

## Sustainable Operations

Canfor has a long history of addressing climate change through sustainably managed forests and producing renewable products that store carbon. And now we are taking meaningful steps towards a net-zero carbon world.

We are redesigning our processes to reduce our footprint and unlock new levels of innovation. In doing so, we continue to push ourselves and other organizations who are further down the path towards net-zero and aim to inspire those who are at the trailhead.

## Collaborative Partnerships

Companies, governments and individuals all have a role to play in slowing climate change.

By working collaboratively with our Indigenous partners, customers, contractors, and external suppliers, there is so much we can learn and so much we can contribute.

Many of our partners are on a similar journey to reduce carbon emissions.

We can build on our collective efforts and continue to challenge one another to reach higher targets. This will lead to new innovation and meaningful reductions in carbon emissions.

## Green Innovation

We don't see net-zero carbon as the destination. It's our commitment and direction; one full of green innovation that reduces our dependence on non-renewable resources. Forest products are a central foundation in this future.

Pulp and paper products can replace fossil-fuel intensive products like plastic. Building with forest products can lock carbon up for generations and create a more balanced approach to construction.

For Canfor, our commitment is not simply about net zero carbon, but what zero can equal in our sustainability journey.

# Carbon cycle

What's healthy for the planet and people is healthy for our company.

