




CLIMATE CHANGE-RELATED INFORMATION: EDC EXPECTATIONS

EDC is committed to integrating climate-related information into its risk assessment processes, alongside other credit and non-credit considerations. Now, EDC requires specific climate-related information from some customers, either through your Task Force on Climate-Related Financial Disclosure (TCFD) Report or through our direct engagement with you. This document provides an overview of EDC’s expectations in this area.

The following information is sought from customers operating in carbon intensive sectors¹ to assess their efforts to address climate change. More and more, EDC will require its customers to develop and mature their climate change-related practices and reporting. We will walk you through any changes that may impact you and your solutions.

EDC’s EXPECTATIONS		AND HOW THEY WILL BENEFIT YOU TOO!
	Record your last 3 years of annual Greenhouse Gas (GHG) emissions (Scope 1 and Scope 2)	GHG accounting/monitoring programs help you understand and manage the various sources of emissions within your operations. EDC’s recommends GHG Protocol standard, ISO 14064.
	Your strategies, policies, plans and targets to reduce absolute GHG emissions	Reducing emissions can help mitigate climate change risks, drive efficiencies, reduce operating costs, enhance competitiveness, and position companies to transitions to a lower carbon future. Your climate-related commitments should have defined goals and timeframes. Reduction strategies can include replacement or retrofitting of existing equipment and leak detection programs to reduce methane emissions. Also consider investing in clean technology or renewables, carbon offset programs, etc.
	Publicly disclose your climate change report through TCFD or CDP	Publicly reporting on your efforts will help proactively address investors’ and lenders’ requests for climate-related information and will provide your stakeholders with confidence that the company’s climate-related risks are appropriately assessed and managed. EDC expects companies to disclose actions they’ve taken to address climate-related: 1) governance, 2) strategy, 3) risk management, and 4) annual GHG emissions metrics/targets. Where EDC requires TCFD (or TCFD-aligned, like CDP) reporting as part of a transaction, this will be described in your agreement or a side letter.

The climate change information provided in the table contributes to EDC’s assessment of your climate change-related risk (as a component of broader environmental and social risk).

EDC can provide guidance on developing TCFD reports, climate policies and plans that meet our requirements.

Have questions?
Contact EDC’s ESRM team at QuestionsE&S@edc.ca.

Check out these resources!

- [GHG Protocol Corporate Accounting and Reporting Standard](#)
- [Global Reporting Initiative \(GRI\)](#)
- [Sustainability Accounting Standards Board \(SASB\)](#)
- [TCFD Hub](#)

EDC assesses your climate change performance based on your public disclosures. If there is no publicly available information, EDC will request this information before financial cover or support is extended.

1 ¹ For further information on EDC’s approach to carbon intensive sectors, please refer to EDC’s [Due Diligence Framework: Climate Change](#)

