

Green Bond Framework

Use of Proceeds

Upon issuance, an amount equal to the net proceeds of each issue of the bonds (which proceeds may be converted into any currency) will be credited by EDC to an account that will support EDC's existing and future lending operations for Eligible Transactions (as defined below). The net proceeds will then be deducted from the account and added to EDC's lending pool for disbursements made from that pool in respect of Eligible Transactions.

Selection of Eligible Transactions

Eligible Transactions have been screened according to EDC's Environmental and Social Risk Management Policy. Non-stand-alone infrastructure transactions are assessed under the Policy in accordance with industry practice. Stand-alone infrastructure transactions are also assessed against the IFC Performance Standards on Environment and Social Sustainability in accordance with our commitments to the EDC Environmental and Social Review Directive, the OECD Common Approaches and the Equator Principles.

Eligible Transactions

"Eligible Transactions" means EDC's loan assets which support one or more of the categories below.

Eligible Transactions will include, without limitation, those that are aimed at the preservation, protection or remediation of air, water or soil or the mitigation of climate change.

1. Waste Management
2. Remediation & Soil Treatment
3. Recycling & Recovery
4. Water Management
5. Sustainable Forests Management
6. Sustainable Agriculture Management
7. Renewable Energy
8. Biofuels & Bioenergy
9. Smart Grid Energy Infrastructure
10. Alternative Energy Transportation and Public Ground Transport
11. Industrial Process Improvements

Transparency

EDC will update investors periodically with:

- Samples of Eligible Transactions; and
- EDC's Green Bond program developments.