

March 16, 2023

Dear Ms. Hamilton,

I am writing in response to your letter to EDC's President and CEO, Ms. Mairead Lavery, dated January 23<sup>rd</sup>, 2023, regarding an update on EDC's alignment to the Glasgow Statement on International Public Support for the Clean Energy Transition and our support of the oil and gas sector.

I would like to begin by thanking you for your inquiry and interest in EDC's operations. As the newly appointed Chief Sustainability Officer for EDC, I remain committed to constructive dialogue and welcome engagement from civil society organizations like yours.

Regarding the questions raised, I will share as much information as I am able to. I will caveat my letter by stating that alignment and adherence to the Glasgow Statement commitments is still a new area which EDC is working diligently to operationalize. As such, we may not have all the answers at this time.

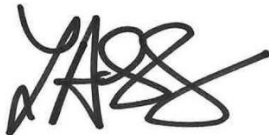
EDC is aligned to the Glasgow Statement's commitments and no longer provides new direct financing to international fossil fuel companies. EDC's direct exposure—existing, committed business that has not yet reached maturity—falling under the scope of the Glasgow Statement is approximately \$2.5 billion in total. This business will not be renewed as maturity dates are reached over the coming years. We will continually report against our progress as this support reduces down to zero. For a complete list of transactions that are included within this \$2.5 billion figure, I would encourage you to consult our [Disclosure Page](#).

EDC's Integrated Annual Report is forthcoming and will be tabled in Parliament in the coming month and published on our website in early May. The report will include information pertaining to the total volume of support provided to the oil and gas sector for 2022.

With regards to the application of exemption conditions, as you are aware, Natural Resources Canada (NRCan) released guidelines for implementation of the Glasgow Statement at the end of 2022. We will work closely with NRCan to ensure ongoing compliance as we work to operationalize their guidance. EDC will continue to work in lockstep with our Government of Canada partners and to provide updates on its implementation of the Glasgow Statement in our integrated annual reports and our climate-related disclosures. For specific carbon capture and storage projects in the upstream or downstream oil and gas sector, we will review the project specifics and ensure full adherence with the guidelines.

In closing, I appreciate your patience as we continue to learn and adapt on our journey to support our customers in their transition. Work will continue over the coming year on areas where we do not have full answers yet. I invite you to review the detailed information we will provide in our integrated annual report once it is published in May, and I would welcome your further engagement with EDC following that time.

Sincerely,



Lorraine Audsley

Senior Vice-President and Chief Sustainability Officer

Export Development Canada

CC:

Mairead Lavery, President and Chief Executive Officer, Export Development Canada

Lindsay Gordon, Interim Chair, Board of Directors, Export Development Canada

Mary Ng, Minister of International Trade, Export Promotion, Small Business and Economic Development