

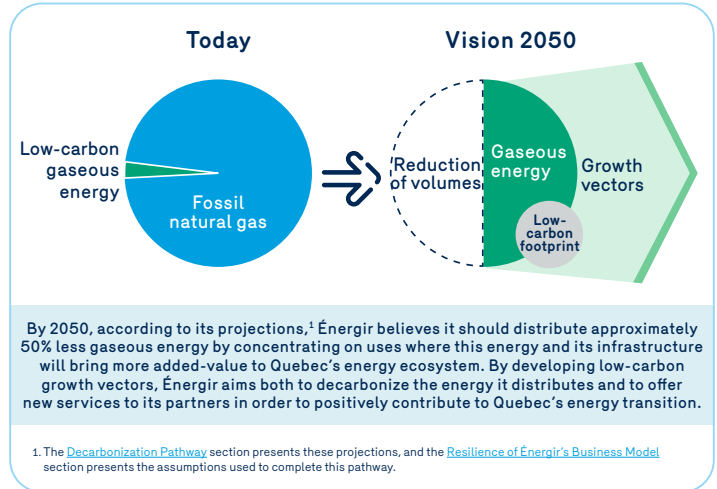
2024 Climate Resiliency Report

A strategic vision of decarbonization for 2030-2050 supported by concrete actions

Énergir is taking action to decarbonize its energy distribution activities (Scope 1 and Scope 2 emissions) and the energy it distributes (emissions resulting from the use of Scope 3 products sold).

Énergir’s three strengths ensure its relevance to the energy transition:

- 1 The **complementary** role of gaseous energy in meeting peak and seasonal energy needs.
- 2 The **decarbonization** of uses that are more difficult to electrify.
- 3 The **resilience** of the energy distribution system.



Énergir’s strategic vision of decarbonization for 2030-2050 is based on four initiatives:

- Increasing** energy efficiency efforts
- Switching** from natural gas uses to a complementary solution combining electricity and natural gas (including dual energy)
- Accelerating** RNG injections
- Developing** low-carbon growth vectors through its affiliates

Key steps completed in 2024 to make this vision a reality include:



- The rollout the dual energy offers to commercial and institutional customers.
- **New initiatives** that came into effect:
 - **New interconnections in the building sector must opt for a 100% renewable solution**
 - **The Decarbonization Incentive Program**
- **The ability to mobilize financial resources**, which indirectly demonstrates the credibility of Énergir’s strategy.
 - The Caisse de dépôt et placement du Québec and the Fonds de solidarité FTQ announced a reinvestment of \$575 million in Énergir to support the company’s growth and the implementation of its decarbonization and climate resiliency plan.

More in-depth perspectives on:

New in the Report

- **Long-term RNG supply** for 1st, 2nd and 3rd generation fuels in and outside Quebec.
- **Carbon capture and low-carbon hydrogen** as longer-term decarbonization tools.

Governance that is committed to, aligned with, and concerned about a just transition for workers



- **Strategic workforce planning** exercise to better understand and prepare for how the business model transformation may impact the workforce needs in the medium and long term in terms of required expertise and skills.
- **Compensation policies** have incorporated climate performance metrics based on the reduction of fossil greenhouse gas emissions.

Indicators to measure progress towards our targets



Metric	Performance 2024	Progress on Targets	Énergir 2030 Targets
1 Initiative for the Measurement, monitoring and reporting regarding fossil gas supply (Scope 3, upstream)	<ul style="list-style-type: none"> 65% of system gas was EO100™ certified. 	<ul style="list-style-type: none"> 65% of target has been achieved. 	<p>Purchase of 100% of fossil system gas by Énergir as part of this initiative.</p>
2 Direct emissions from Énergir's activities and indirect emissions generated by electricity consumption (Scopes 1 and 2)	<ul style="list-style-type: none"> 29.8% reduction in GHG emission from 1990 levels. 	<ul style="list-style-type: none"> 79% of the target has been achieved. 	<p>37.5% reduction in GHG emissions by 2030, from 1990 levels.</p>
3 Energy efficiency (Scope 3, downstream)	<ul style="list-style-type: none"> Reduction of 97,008 tonnes of CO₂ eq. 2,936 energy efficiency projects among customers. \$46.8 million paid to customers in financial assistance. 50.5 Mm³ of natural gas not consumed. 	<ul style="list-style-type: none"> 40% of target has been achieved. Reduction of 0.4 million tonnes of CO₂ eq between 2020 and 2024. 	<p>GHG emission reduction of 1 million tonnes of CO₂ eq between 2020 and 2030.</p>
4 Complementarity/dual energy (Scope 3)	<ul style="list-style-type: none"> Reduction of 3,989 tonnes of CO₂ eq in fiscal year 2024 (for all dual energy customers). 	<ul style="list-style-type: none"> 2.3 % of target has been achieved. Reduction of 9,364 tonnes of CO₂ eq on an annual basis. 	<p>Reduction of 0.4 million tonnes of CO₂ eq between 2020 and 2030.</p>
5 RNG (Scope 3, downstream)	<ul style="list-style-type: none"> 2% distribution of RNG through the network, in accordance with the 2024 target. 124 Mm³ of RNG distributed in 2024, representing a fossil GHG emissions reduction of 0.24 million tonnes of CO₂ eq. 	<ul style="list-style-type: none"> 100% of 2024 target has been achieved. 70% of 2030 target has been achieved, considering the contractualized RNG volumes. 	<p>10% RNG purchased by Énergir's customers, namely 567 Mm³.</p> <p>Fossil GHG emission reduction of 1 million tonnes of CO₂ eq by 2030.</p>
6 Total reduction of GHG emissions in the buildings sector (Scope 3)	<ul style="list-style-type: none"> 129,098 tonnes of CO₂ eq for fiscal year 2024 for customers in the buildings sector, which corresponds to: <ul style="list-style-type: none"> 34,710 tonnes of CO₂ eq from energy efficiency measures; 3,989 tonnes of CO₂ eq relating to the offering of dual energy; 90,399 tonnes of fossil CO₂ eq relating to RNG. 	<ul style="list-style-type: none"> 1.5% reduction in GHG emissions since fiscal year 2020 for Énergir's customers in the buildings sector. 	<p>30% of fossil GHG emission reduction for Énergir's customers due to natural gas use in the buildings sector compared to 2020 levels by 2030.</p>