

“ In recent years, the energy and climate landscape has been profoundly transformed, marked both by the urgency of the climate crisis and by rapidly growing energy demand. Despite economic uncertainty and sometimes conflicting signals, Énergir has chosen to continue moving forward. True to our long term vision, we are focusing on pragmatic solutions that balance decarbonization, affordability, and resilience. We continue to transform our business model to advance our climate ambitions for one simple reason: We firmly believe that acting now remains the right course of action. ”

Éric Lachance
President et Chief Executive Officer

Strategic vision of Decarbonization for 2030-2050

Driven by its decarbonization vision, Énergir is transforming its business model and taking action to reduce its Scope 1 and 2 emissions, as well as its Scope 3 emissions resulting from energy use by its customers.

Opportunities of the energy transition for Énergir:

- 1 Contribution to the **resilience** of the energy systems;
- 2 **Complementarity** of the gaseous energy in meeting peak and seasonal energy needs;
- 3 **Gradual decarbonization** at a competitive cost;
- 4 **Diversification of its activities.**

Énergir’s vision of decarbonization is built on four initiatives:

Objectives	Initiatives
Reduce volume, add value	<ol style="list-style-type: none"> 1. Increased efforts in energy efficiency 2. The conversion of natural gas users toward a complementary solution that combines electricity and natural gas (including the dual energy offer)
Decarbonize the remaining volume	<ol style="list-style-type: none"> 3. Natural gas from renewable sources (RNG)
Diversification and growth	<ol style="list-style-type: none"> 4. The development, through affiliated companies, of low carbon growth vectors

2025 Highlights:

- Énergir’s initiative to require anyone in the buildings sector requesting a new connection to the Énergir network to be supplied 100% with RNG, initially approved by the Régie de l’énergie has been invalidated in a request to review in February 2025. Énergir filed a judicial review request with the Superior Court of Quebec. The decision of the Superior Court of Quebec is expected during 2026.
- **Progress** in the des Neiges wind projects.
- By 2050, Énergir anticipates a significant reduction in the volume of gas it distributes, in line with major climate scenarios. In the short term, however, the **regulatory framework and economic context do not allow for a marked decrease in distributed volumes.**

Other key takeaways:

- **Demonstrated ability to mobilize financial resources** through completed financing transactions, the length of financing terms, and Énergir’s A credit rating.
- Implementation of a new climate governance structure during the 2026 fiscal year.
- **Compensation programs** include climate performance indicators based on the reduction of fossil GHG emissions.

Indicators to measure progress toward achieving our goals



Metric	2025 performance	Progress against targets	Énergir's targets
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Scope 3 emissions downstream

1	Energy efficiency	<ul style="list-style-type: none"> • 101,454 tonnes of CO₂ eq avoided in fiscal 2025. <p>Since Global Energy Efficiency Plan began:</p> <ul style="list-style-type: none"> • 4,070 energy efficiency projects undertaken by customers. • \$49.2 million in financial assistance paid to customers. • 52.8 Mm³ of natural gas not consumed. 	<ul style="list-style-type: none"> • 49% of the target has been achieved. • 0.49 million tonnes of CO₂ eq. avoided since fiscal 2020. 	1M tonnes of CO₂ eq. avoided between fiscal 2020 and fiscal 2030 compared to a baseline scenario that excludes energy efficiency measures.
2	Complementarity / dual energy of electricity and natural gas	<ul style="list-style-type: none"> • 11,114 tonnes of CO₂ eq. avoided in fiscal 2025 compared to the exclusive use of fossil natural gas, i.e., 6,319 customers that have converted since the Régie de l'énergie approved the initiative. 	<ul style="list-style-type: none"> • 3.7% of the target has been achieved. • 20,839 tonnes CO₂ eq. avoided on an annual basis. 	0.3M tonnes CO₂ eq. avoided between fiscal 2020 and fiscal 2031.
3	RNG	<ul style="list-style-type: none"> • 2% of RNG compared to the total volumes of gas delivered during the reference period, i.e., 124Mm³ of RNG, representing a fossil GHG emissions avoidance of 0.24M tonnes CO₂ eq. 	<ul style="list-style-type: none"> • 100% of the 2025 target has been achieved. • Approximately 75% of the 2030 target volumes have been contracted. 	Sale of 10% GSR to Énergir's customers, i.e., approximately 578 Mm ³ . This target represents an avoidance in fossil GHG emissions of approximately 1M tonnes of CO₂ eq by the end of fiscal 2031.
4	Buildings sector Total reduction of GHG emissions in the buildings sector	126,280 tonnes of CO₂ eq. avoided for fiscal 2025 for customers in the buildings sector, which corresponds to: <ul style="list-style-type: none"> • 29,019 tonnes of CO₂ eq from energy efficiency measures; • 11,114 tonnes of CO₂ eq related to dual energy; • 86,147 tonnes of CO₂ eq related to RNG. 	<ul style="list-style-type: none"> • 1.1% reduction in GHG emissions 	30% reduction in GHG emissions among Énergir customers attributable to the use of natural gas in the buildings sector compared to 2020 levels by the end of fiscal 2031 for space and water heating. ¹

Scope 1 and 2 emissions

5	Reduction of direct emissions from Énergir's activities and indirect emissions generated by electricity consumption	<ul style="list-style-type: none"> • 36.1% reduction in GHG emissions in 2024 from 1990 levels. 	<ul style="list-style-type: none"> • 96% the target has been achieved.² 	37.5% reduction in GHG emissions by calendar year 2030 compared to calendar year 1990 levels.
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Other target

6	Initiative for the measurement, monitoring, and reporting of fossil gas supply³	<ul style="list-style-type: none"> • 85% of the system gas has been EO100™ certified. 	<ul style="list-style-type: none"> • 85% of the target has been achieved. 	Purchase of 100% of fossil system gas by Énergir as part of this initiative by 2030.
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¹ The target year, which previously referred to calendar year 2030, has been defined to correspond to the rate year, which is fiscal year 2031.

² Maintaining this level of performance and achieving the 37.5% target require sustained efforts, given that part of the emissions is linked to third party damages — a source of emissions over which Énergir has no direct control.

³ This target applies to network gas, which accounts for 42.1% of the gas volumes delivered by Énergir to its customers. Over time, this initiative is expected to provide a clearer understanding of the GHG emissions associated with production, particularly methane. However, this information is not yet available.