

PotlatchDeltic Forest Holdings, Inc.

Moro Big Pine Project Key Disclosures

This disclosure is made by PotlatchDeltic Forest Holdings, Inc. (previously named Potlatch Forest Holdings, Inc.) regarding Finite Carbon – Potlatch Moro Big Pine CE, CAR No. 1086 (the “Project”) pursuant to Section 44475 of California Assembly Bill 1305. This Project was an Early Action Offset Program, registered under CAR No. 648. Additional information on the early action offset program can be found [here](#).

(a) Details regarding the applicable carbon offset project, including the following information:

- **(a)(1) The specific protocol used to estimate emissions reductions or removal benefits.** The ARB Compliance Offset Protocol U.S. Forest Projects, October 20, 2011 (the “Protocol”), was used to estimate emissions reductions. Additional information on the Protocol can be found [here](#).
- **(a)(2) The location of the offset project site.** The Project site is located in Calhoun County, Arkansas.
- **(a)(3) The project timeline.** The Project commenced on December 12, 2006. The crediting period expires on July 11, 2031.
- **(a)(4) The date when the project started or will start.** The Project commenced on December 12, 2006, and was listed as an Early Action Offset Project on November 8, 2010. The Project reporting start date was on July 27, 2012.
- **(a)(5) The dates and quantities when a specified quantity of emissions reductions or removals started or will start, or was modified or reversed.**
 - The Project produced greenhouse gas emissions reduction or removal of 279,456 tons of CO₂e during the verification period/reporting period of December 12, 2006 to July 26, 2012.
 - Vintage 2019: 22,642 issued offset credits
 - Vintage 2020: 17,081 issued offset credits
 - For additional information on historical issuances and future estimates, please refer to the Project’s [registry page](#).
- **(a)(6) The type of project, including whether the offsets from the project are derived from a carbon removal, an avoided emission, or, in the case of a project with both carbon removals and avoided emissions, the breakdown of offsets from each.** The Project is a Forestry Carbon - Improved Forest Management project including both carbon removals and avoided emissions. A breakdown of the Project’s offsets between carbon removals and avoided emissions can be found on the Project’s [registry page](#).
- **(a)(7) Whether the project meets any standards established by law or by a nonprofit entity.** The Project meets all standards according to California law, including the California Environmental Protection Agency and the California Air Resource Board approved Compliance Offset protocols. In addition, the Project meets the standards set forth in the Forest Project Protocol, Version 3.2,

published by Climate Action Reserve. PotlatchDeltic has not evaluated if the Project meets any other standards established by law or a nonprofit entity.

- **(a)(8) The durability period for any project that the seller knows or should know that the durability of the project's greenhouse gas reductions or greenhouse gas removal enhancements is less than the atmospheric lifetime of carbon dioxide emissions.** The durability of the Project is 100 years. For additional information, please refer to the Project's [registry page](#).
- **(a)(9) Whether there is independent expert of third-party validation or verification of the project attributes.** The Project attributes have been verified by a third party. For additional information, please refer to the Project's [registry page](#).
- **(a)(10) Emissions reduced or carbon removed on an annual basis.** The Emissions reduced and carbon removed by the Project is calculated on an annual basis pursuant to the Protocol. Please refer to the Project [registry page](#) for additional information including historical issuances and estimates of future reductions.

(b) Details regarding accountability measures if a project is not completed or does not meet the projected emissions reductions or removal benefits, including, but not limited to, details regarding what actions the entity, either directly or by contractual obligations, shall take under both of the following circumstances:

- **(b)(1) If carbon storage projects are reversed.**
- **(b)(2) If future emissions reductions do not materialize.**

The Project is under the California Cap-and-Trade program, regulated by the California Air Resources Board. Information about the Cap-and-Trade Program is available [here](#). Information on accountability measures for the Cap-and-Trade program can be found [here](#).

(c) The pertinent data and calculation methods needed to independently reproduce and verify the number of emissions reduction or removal credits issued using the protocol. The data can be found on the Project's [registry page](#) in the verification reports. The calculation methods are in accordance with the Protocol. The third-party verifier has independently reproduced and verified the number of emissions reductions and removal credits issued using the Protocol.

Net Zero Emission Claim

PotlatchDeltic tracks and reports annually on Scope 1, Scope 2, and Scope 3 greenhouse gas emissions. We use a methodology and emission factors consistent with guidance from the International Panel on Climate Change and the Greenhouse Gas Protocol. None of our greenhouse gas emissions data is third-party verified. This disclosure is made by PotlatchDeltic Forest Holdings, Inc. pursuant to Section 44475.2 of California Assembly Bill 1305

We have made the following claims regarding the achievement of net zero emissions or significant reductions in greenhouse gas emissions arising from our operations:

1. A 2030 greenhouse gas emissions reduction target for our Scope 1 and Scope 2 emissions of 42% from a 2021 baseline. We believe accomplishing this will require the elimination of woody residuals storage, a shift to electric forklifts and hybrid vehicles where practical, and the use of alternative energy credits/renewable energy credits. We are measuring interim progress toward this target annually. Additional information can be found [here](#).
2. A 2030 greenhouse gas emissions reduction target for our Scope 3 emissions of 25% from a 2021 baseline. We are measuring interim progress toward this target annually. Additional information can be found [here](#).
3. A goal to achieve net-zero GHG emissions by 2050. For our Scope 1 and Scope 2 emissions, this would require conversion of the natural gas boiler and direct-fired burner at our Gwinn, Michigan facility, conversion of our natural gas kiln burner at our Ola, Arkansas facility, and the use of additional renewable energy credits or alternative energy credits. We are measuring interim progress toward this target annually. Additional information can be found [here](#).
4. In 2023, we offset an increase in our Scope 1 emissions due to the installation of a new direct-fired kiln burner at our Ola, Arkansas facility by partnering with our Arkansas utility provider, Entergy, to secure alternative emissions credits and renewable energy credits to offset the forecasted emissions of the new burner.
5. Our 2023 emissions of 520,000 metric tons of CO₂ due to biogenic carbon were carbon neutral. We determined this to be accurate because the residual wood used for energy has a net sequestration benefit as areas harvested are replanted and the CO₂ absorption cycle is renewed as the forests grow. These biogenic emissions are also not additive to the carbon released into the atmosphere because they are considered part of the natural carbon cycle and, as a result, they are preferable to the alternative use of fossil fuels.

The information provided herein, along with the information linked, is intended to disclose the information required by California Assembly Bill No. 1305. Additional information related to PotlatchDeltic's carbon offsets, and greenhouse gas reduction and net zero goals can be found [here](#).