

F0. Introduction

F0.1

**(F0.1) Give a general description of and introduction to your organization.**

PotlatchDeltic Corporation (Nasdaq: PCH) is a leading timberland real estate investment trust (REIT) with operations in nine states. We own nearly 2.2 million acres of timberland, six sawmills and an industrial grade plywood mill, a residential and commercial real estate development business, and a rural timberland sales program. PotlatchDeltic was founded in 1903 and has a long legacy of excellence in timberland management and wood products manufacturing. Our operations are organized into three business segments: Timberlands, Wood Products, and Real Estate.

The Timberlands segment manages our timberlands in Alabama, Arkansas, Georgia, Idaho, Louisiana, Mississippi, and South Carolina. In 2022 we added nearly 400,000 acres of timberlands in Alabama, Georgia, and South Carolina in our merger with CatchMark Timber Trust. Our timberlands are working forests, managed on a sustainable basis using long-term and short-term harvest plans that optimize harvest timing and incorporate best management practices. Our timberlands are 100% certified to the SFI® Forest Management standards and 70% of our timberlands in Arkansas and Louisiana are also certified to the FSC® Forest Management standards. Timberland management practices are conducted in accordance with regulatory and certification requirements and seek to protect water quality, wildlife habitat, and other ecosystem values. On average, we harvest 3.7% of our timberlands each year (including thinning). In 2022 we planted nearly 21 million seedlings and our timberlands sequestered approximately 8.2 million metric tons of CO2e in 2022.

The Wood Products segment manufactures and sells lumber, industrial plywood, and residual products at seven facilities located in Arkansas, Idaho, Michigan, and Minnesota with lumber capacity of 1.1 billion board feet. PotlatchDeltic is committed to responsible procurement of raw materials, and we use both SFI® Fiber Sourcing and FSC® Chain of Custody programs to assure that the wood we purchase originates from responsible sources. All of our wood products facilities are certified to SFI I® Fiber Sourcing standard. SFI Fiber Sourcing is designed to ensure that wood purchased from uncertified lands is legally and responsibly sourced and requires measures to use best management practices, utilize trained logging professionals and foresters and verify that the measures are effective. In addition, our Gwinn, Michigan and Warren and Waldo, Arkansas mills are also FSC Chain of Custody certified. The FSC Chain of Custody means we track the path of our products, ensuring that FSC I® certified material is identified and that non-FSC I® certified wood meets the FSC I® Controlled Wood standard and does not come from undesirable sources. We continually invest in our wood products facilities, including projects to maximize recovery and reduce environmental impact. Nearly 100% of the logs processed at our wood products facilities are utilized, resulting in lumber, industrial plywood, or wood residuals. Wood residuals are used internally in our boilers for steam energy, with the remainder sold for a wide range of end uses. The lumber and plywood produced act as a carbon vault storing carbon in long-life products, with 2022 production accounting for approximately 2.7 million metric tons of CO2e stored.

The Real Estate segment focuses on two activities: rural real estate and real estate development. Rural real estate primarily consists of the sale of rural land that is not strategic to core timberland operations. We continually assess the highest value and best use of timberlands to identify rural real estate opportunities. Higher uses include conservation and recreational use. Real estate development consists of the development and sale of residential lots and commercial sites at two master-planned communities in Arkansas.

Corporate responsibility is a core value of PotlatchDeltic. We have a long legacy of excellence in timberland management and wood products manufacturing, and we are committed to being a responsible citizen. This commitment includes practicing sustainable forest management, ensuring our compliance with environmental laws, effectively utilizing resources, and minimizing our environmental impact. Our environmental commitment, the relationships we have with employees, the independence and oversight of our Board of Directors, the positive impact we have in our communities, and our public advocacy can have a profound impact on our success in maximizing a range of values for our stakeholders. We recognize that these factors are the foundation for our long-term success.

In 2022, annual revenues were approximately \$1.3 billion. At the end of 2022 we employed 1,330 personnel across our businesses, all in the United States. Our head office is located in Spokane, Washington. More information about PotlatchDeltic is available at [www.PotlatchDeltic.com](http://www.PotlatchDeltic.com) and in our 2022 Environmental, Social and Governance (ESG) Report.

F0.2

**(F0.2) State the start and end date of the year for which you are reporting data.**

	Start Date	End Date
Reporting year	January 1 2022	December 31 2022

F0.3

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**(F0.3) Select the currency used for all financial information disclosed throughout your response.**

USD

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F0.4

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**(F0.4) Select the forest risk commodity(ies) that you are, or are not, disclosing on (including any that are sources for your processed ingredients or manufactured goods); and for each select the stages of the supply chain that best represents your organization's area of operation.**

**Timber products**

**Commodity disclosure**

Disclosing

**Stage of the value chain**

Production

Processing

Manufacturing

**Are you disclosing information on embedded commodities?**

No, because we have no embedded commodities

**Explanation if not disclosing**

<Not Applicable>

**Other - Rubber**

**Commodity disclosure**

This commodity is not produced, sourced or used by our organization

**Stage of the value chain**

<Not Applicable>

**Are you disclosing information on embedded commodities?**

<Not Applicable>

**Explanation if not disclosing**

<Not Applicable>

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F0.5

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**(F0.5) Select the option that describes the reporting boundary for which forests-related impacts on your business are being reported**

Financial control

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F0.6

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**(F0.6) Select the countries/areas in which you operate.**

United States of America

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F0.7

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**(F0.7) Are there any parts of your direct operations or supply chain that are not included in your disclosure?**

No

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F0.8

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**(F0.8) Does your organization have an ISIN code or another unique identifier (e.g., Ticker, CUSIP, etc.?)**

Indicate whether you are able to provide a unique identifier for your organization	Provide your unique identifier
Yes, a Ticker Symbol	Nasdaq: PCH
Yes, an ISIN code	US7376301039
Yes, a CUSIP code	737630103

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F1. Current state

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F1.1

**(F1.1) How does your organization produce, use or sell your disclosed commodity(ies)?**

**Timber products**

**Activity**

- Growing/production of raw materials
- Harvesting
- Milling
- Using as input into manufacturing process for power generation
- Using as input into product manufacturing

**Form of commodity**

- Hardwood logs
- Softwood logs
- Sawn timber, veneer, chips
- Unprocessed wood fiber
- Boards, plywood, engineered wood
- Wood-based bioenergy

**Source**

- Owned/managed land
- Smallholders
- Multiple contracted producers

**Country/Area of origin**

- United States of America

**% of procurement spend**

**Comment**

Our timberlands are managed sustainably and are forest management certified in compliance with internationally recognized forestry standards. Our timber harvest in 2022, was 6.5 million US tons. 2022 harvest volume was higher than 2021 levels primarily due to the addition of the CatchMark timberlands in mid-September 2022. Approximately 5 million tons, or 77% of the harvest was sold to third-parties for a wide range of uses including wood products, paper and packaging or other uses.

PotlatchDeltic utilizes timber in the manufacture of wood products at our 7 facilities. In 2022, approximately 1.5 million tons or 39% of the wood and resulting residuals used at our facilities was sourced from our own timberlands. An additional 2.3 million tons or 61% of the wood and resulting residuals used at our facilities was sourced from external sources. Wood costs, including harvest costs, were approximately 67% of our total costs of goods sold of \$806 million in 2022.

**F1.2**

**(F1.2) Indicate the percentage of your organization's revenue that was dependent on your disclosed forest risk commodity(ies) in the reporting year.**

	<b>% of revenue dependent on commodity</b>	<b>Comment</b>
Timber products	91-99%	A substantial portion of our revenues are from growing and harvesting trees, manufacturing and selling wood products, and selling wood residuals. Our Timberland and Wood Products businesses are 100% dependent on timber. Within Real Estate, our rural real estate business maximizes the value of timberland through acreage sales. Our real estate development business is not dependent on timber. In 2022, 24% of our revenues were from our Timberlands segment, 69% from the Wood Products, and 7% from Real Estate.
Palm oil	<Not Applicable>	<Not Applicable>
Cattle products	<Not Applicable>	<Not Applicable>
Soy	<Not Applicable>	<Not Applicable>
Other - Rubber	<Not Applicable>	<Not Applicable>
Other - Cocoa	<Not Applicable>	<Not Applicable>
Other - Coffee	<Not Applicable>	<Not Applicable>

**F1.3**

**(F1.3) Provide details on the land area you control and/or manage that is used for the production of your disclosed commodity(ies).**

**Forest risk commodity**

Timber products

**Type of control**

Own land

**Country/Area**

United States of America

**Land type**

Managed natural forests

**Area (Hectares)**

880596

**% Area certified**

100

**Certification scheme**

FSC Forest Management certification

SFI Forest Management Standard certification

**Conversion of natural ecosystems monitored during the reporting year, the last 5 years and/or since specified cutoff date**

We have monitored conversion of natural ecosystems during the reporting year

**Area of natural ecosystems converted during the reporting year (hectares)**

9

**Area of natural ecosystems converted since specified cutoff date (hectares)**

<Not Applicable>

**Area of natural ecosystems converted during the last 5 years (hectares)**

<Not Applicable>

**Please explain**

At the end of 2022, PotlatchDeltic owned 880,596 hectares (2,176,000 acres) of timberlands in the United States, excluding acreage under long-term leases. 100% of the timberlands are certified to the SFI Forest management standards and 70% of our Arkansas and Louisiana timberlands acreage (or 36% of the total) are also certified to FSC Forest Management standards. Our monitoring and tracking covers 100% of our owned and leased lands, approximately 23 acres (9 hectares) were converted through our Real Estate division.

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**Forest risk commodity**

Timber products

**Type of control**

Concession/lease

**Country/Area**

United States of America

**Land type**

Managed natural forests

**Area (Hectares)**

7845.6

**% Area certified**

95

**Certification scheme**

SFI Forest Management Standard certification

**Conversion of natural ecosystems monitored during the reporting year, the last 5 years and/or since specified cutoff date**

We have monitored conversion of natural ecosystems during the reporting year

**Area of natural ecosystems converted during the reporting year (hectares)**

0

**Area of natural ecosystems converted since specified cutoff date (hectares)**

<Not Applicable>

**Area of natural ecosystems converted during the last 5 years (hectares)**

<Not Applicable>

**Please explain**

At the end of 2022, PotlatchDeltic managed approximately 7,845.6 hectares (19,387 acres) of timberland in the United States under long-term leases. 95% of the leased timberlands are certified to the SFI Forest management standards ( 18,378 acres certified to SFI). FSC does not allow leased land to be certified and SFI certification is dependent on contracts for reforestation after harvests are sold as SFI certified. Our monitoring and tracking covers 100% of our owned and leased lands with the only conversion taking place on owned land through our Real Estate division.

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**F1.4**

**(F1.4) Provide details on the land you control and/or manage that was not used for the production of your disclosed commodity(ies) in the reporting year.**

**Forest risk commodity**

Timber products

**Country/Area**

United States of America

**Type of control**

Own land

**Land type**

Other land type, please specify (Land protected from being converted to non-forest land use)

**Area (hectares)**

30379

**% covered by natural forests**

100

**Please explain**

At the end of 2022, PotlatchDeltic held 30,379 hectares (75,067 acres) of timberland with protected conservation status within the 880,596 hectares (2,176,000 acres) of timberland we own and manage. This includes 6,459 ha (15,961 acres) within a conservation easement in Arkansas managed under a habitat conservation plan with the U.S. Fish and Wildlife Service to implement conservation measures for the red-cockaded woodpecker and a 1,758 hectare (4,344 acre) Wildlife Management Area conservation easement located in Long and McIntosh counties in Georgia. A small number of acres is also set aside for leases by third-parties, rights of way easements, and mineral interests.

**Forest risk commodity**

Timber products

**Country/Area**

United States of America

**Type of control**

Own land

**Land type**

Other land type, please specify (Real estate development)

**Area (hectares)**

2004

**% covered by natural forests**

35

**Please explain**

In addition to our 880,596 hectares (2.2 million acres) of timberlands, PotlatchDeltic has a small real estate development business. Our real estate development business in Arkansas includes a master plan community in Little Rock. Total undeveloped residential and commercial property remaining to be developed and sold is 2,004 hectares (4,951 acres) as of the end of 2022. In 2022, 25 hectares (61 acres) were developed or sold; of the 25 hectares, 9 hectares (23 acres) were residential developments and approximately 35% of the acreage was set aside as permanent greenbelt acres.

**F1.5**

**(F1.5) Does your organization collect production and/or consumption data for your disclosed commodity(ies)?**

	Data availability/Disclosure
Timber products	Consumption and production data available, disclosing
Palm oil	<Not Applicable>
Cattle products	<Not Applicable>
Soy	<Not Applicable>
Other - Rubber	<Not Applicable>
Other - Cocoa	<Not Applicable>
Other - Coffee	<Not Applicable>

**F1.5a**

**(F1.5a) Disclose your production and/or consumption figure, and the percentage of commodity volumes verified as deforestation- and/or conversion-free.**

**Forest risk commodity**

Timber products

**Data type**

Production data

**Commodity production/ consumption volume**

5918473

**Metric for commodity production/ consumption volume**

Metric tons

**Data coverage**

Full commodity production/consumption

**Have any of your reported commodity volumes been verified as deforestation- and/or conversion-free?**

Yes

**% of reported volume verified as deforestation- and/or conversion-free**

100

**Please explain**

Through our SFI and FSC certifications we are committed and verified to be deforestation and/or conversion free. All our timberlands are reforested through planting or natural reforestation in accordance with the standards. In 2022, 5,918,473 metric tons (6.524 Million US tons) were harvested from our ownership and shipped either internally to our own wood products facilities or externally to other wood products facilities.

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**Forest risk commodity**

Timber products

**Data type**

Consumption data

**Commodity production/ consumption volume**

2739698

**Metric for commodity production/ consumption volume**

Metric tons

**Data coverage**

Full commodity production/consumption

**Have any of your reported commodity volumes been verified as deforestation- and/or conversion-free?**

Yes

**% of reported volume verified as deforestation- and/or conversion-free**

100

**Please explain**

We commit to not utilizing wood from converted lands in our procurement program through the SFI Fiber Sourcing standard and FSC Controlled Wood standard. All seven of our facilities are certified to the SFI Fiber Sourcing Standard, which provides structure to how we purchase fiber from both certified and non-certified forestland. In 2022, 100% of the timber consumption at all our Wood Products facilities were SFI Fiber Sourcing certified. 2022 wood consumption was 2,739,698 metric tons (3.02 million US tons).

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**F1.5b**

**(F1.5b) Provide a breakdown of your DCF and non-DCF volumes relevant to your stage in the supply chain according to how verification is achieved and the highest level of traceability, respectively.**

**Timber products – DCF**

**% of DCF production/consumption volume from areas with no or negligible risk of deforestation/conversion**

100

**% of DCF production/consumption volume verified through monitoring systems**

100

**% of DCF production/consumption volume physically certified**

100

**% of non-DCF production/consumption volume from unknown origin**

<Not Applicable>

**% of non-DCF production/consumption volume traceable only as far as country level**

<Not Applicable>

**% of non-DCF production/consumption volume traceable only as far as sub-national area**

<Not Applicable>

**% of non-DCF production/consumption volume traceable only as far as processing facility level**

<Not Applicable>

**% of non-DCF production/consumption volume traceable to production unit level**

<Not Applicable>

**Total percentage of production/consumption volume reported (DCF) [auto-calculated]**

**Total percentage of production/consumption volume reported (non-DCF) [(auto-calculated)]**

<Not Applicable>

**Timber products – Non DCF**

**% of DCF production/consumption volume from areas with no or negligible risk of deforestation/conversion**

<Not Applicable>

**% of DCF production/consumption volume verified through monitoring systems**

<Not Applicable>

**% of DCF production/consumption volume physically certified**

<Not Applicable>

**% of non-DCF production/consumption volume from unknown origin**

0

**% of non-DCF production/consumption volume traceable only as far as country level**

0

**% of non-DCF production/consumption volume traceable only as far as sub-national area**

0

**% of non-DCF production/consumption volume traceable only as far as processing facility level**

100

**% of non-DCF production/consumption volume traceable to production unit level**

100

**Total percentage of production/consumption volume reported (DCF) [auto-calculated]**

<Not Applicable>

**Total percentage of production/consumption volume reported (non-DCF) [(auto-calculated)]**

**F1.5c**

**(F1.5c) For your disclosed commodity(ies), indicate the percentage of the production/consumption volume sourced by national and/or sub-national jurisdiction of origin.**

**Forest risk commodity**

Timber products

**Country/Area of origin**

Any other countries/areas

**State or equivalent jurisdiction**

<Not Applicable>

**% of total production/consumption volume**

0.23

**Please explain**

We own and manage nearly 880,596 hectares (2.2 million acres) of timberlands in the United States. Our wood products facilities source timber from our timberlands and from external sources. In 2022, wood procurement for our mills was nearly entirely from the United States with less than 0.23% from Canada.

## F1.6

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### (F1.6) Has your organization experienced any detrimental forests-related impacts?

Yes

## F1.6a

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### (F1.6a) Describe the forests-related detrimental impacts experienced by your organization, your response, and the total financial impact.

#### Forest risk commodity

Timber products

#### Impact driver type

Acute physical

#### Primary impact driver

Wildfires

#### Primary impact

Reduction or disruption in production capacity

#### Description of impact

Wildfires are a constant risk to timberlands across the country. We had 302 hectares (746 acres) that were impacted in by forest fires in 2022 that have and will require reforestation. Wildfires are a risk because they can disrupt the flow of wood to our wood products facilities and our customers causing issues such as constrained wood baskets and possible production shortages. Wildfire behavior can be influenced by weather, amount of readily combustible fuels, lack of moisture, and topography, and when the conditions are right, can increase fire severity and damage to the environment. The strongest mitigation tool for wildfire risk is to reduce the amount of fuel that is readily available in the understory, midstory, and overstory through thinning, prescribed fire, maintained fuel breaks, and strategically placed landscape-level fuels treatments. These timberland management treatments have also been proven to improve forest health and biodiversity benefits. In addition, a forest with age-class diversity changes the fuels and provides natural landscape breaks through younger stands. In Idaho, where we experience greater wildfire risk, we have implemented heightened measures to prevent fires, minimize damage from fires and to protect our timberlands from loss.

#### Primary response

Implementation of environmental best practices in direct operations

#### Total financial impact

#### Description of response

As soon as fires are spotted on our property or on neighboring property our foresters work as fast as they can with local, state, and federal agencies to locate and stop the spread of the fire. When the site is deemed safe foresters will evaluate the sites on the best way to move forward, such as if there can be a salvage cut or if the stand has experienced too much damage. The site will then be evaluated for the best plan for reforestation and be built into the reforestation timeline. Sites will continue to be monitored after a fire event to ensure that they do not experience insect infestations or diseases due to the stressors that they have endured.

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## F1.7

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**(F1.7) Indicate whether you have assessed the deforestation or conversion footprint for your disclosed commodities over the past 5 years, or since a specified cutoff date, and provide details.**

**Forest risk commodity**

Timber products

**Have you monitored or estimated your deforestation/conversion footprint?**

Yes, we monitor deforestation/conversion footprint in our supply chain

**Coverage**

Full consumption volume

**Reporting deforestation/conversion since a specified cutoff date or during the last five years?**

Other, please specify (for Chain of Custody certification we are required to report the risk of potential sourcing from deforestation and/or conversion sources within our procurement area.)

**Known or estimated deforestation/ conversion footprint (hectares)**

0

**Describe methods and data sources used to monitor or estimate deforestation/ conversion footprint**

We commit to no conversion on our own lands as part of SFI and FSC certification, and to not utilizing wood from converted lands in our procurement program through the SFI Fiber Sourcing standard and FSC Controlled Wood standard.

Timber sourced from our SFI and/or FSC certified timberlands accounts for 40-50% of our mill consumption on an annual basis. As part of our internal audit process for fiber sourcing, we note land use after harvest (e.g., natural regeneration, planting, conversion) and have not confirmed any trends of land use conversion in our procurement regions.

All our timberlands are certified, and we reforest all harvested timberlands. We do not convert timberlands to other land uses. In addition, through our SFI and FSC certifications we are committed and verified to be deforestation and/or conversion free.

All of our mill sourcing regions were evaluated by FSC US for land use conversion risk as part of the FSC US controlled wood risk assessment completed in 2018 and we participated in the FSC US risk assessment process. All of our procurement areas are considered "low risk" for conversion based on that assessment.

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**Forest risk commodity**

Timber products

**Have you monitored or estimated your deforestation/conversion footprint?**

Yes, we estimate deforestation/conversion footprint based on sourcing area

**Coverage**

Partial consumption volume

**Reporting deforestation/conversion since a specified cutoff date or during the last five years?**

During the last 5 years

**Known or estimated deforestation/ conversion footprint (hectares)**

**Describe methods and data sources used to monitor or estimate deforestation/ conversion footprint**

We commit to no conversion on our own lands as part of SFI and FSC certification, and to not utilizing wood from converted lands in our procurement program through the SFI Fiber Sourcing standard and FSC Controlled Wood standard.

Timber sourced from our SFI and/or FSC certified timberlands accounts for 40-50% of our mill consumption on an annual basis. As part of our internal audit process for fiber sourcing, we note land use after harvest (e.g., natural regeneration, planting, conversion) and have not confirmed any trends of land use conversion in our procurement regions.

All our timberlands are certified, and we reforest all harvested timberlands. We do not convert timberlands to other land uses. In addition, through our SFI and FSC certifications we are committed and verified to be deforestation and/or conversion free.

All of our mill sourcing regions were evaluated by FSC US for land use conversion risk as part of the FSC US controlled wood risk assessment completed in 2018 and we participated in the FSC US risk assessment process. All of our procurement areas are considered "low risk" for conversion based on that assessment.

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## F2. Procedures

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### F2.1

**(F2.1) Does your organization undertake a forests-related risk assessment?**

Yes, forests-related risks are assessed

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#### F2.1a

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**(F2.1a) Select the options that best describe your procedures for identifying and assessing forests-related risks.**

**Timber products**

**Value chain stage**

- Direct operations
- Supply chain

**Coverage**

- Full

**Risk assessment procedure**

Assessed as part of an established enterprise risk management framework

**Frequency of assessment**

- Annually

**How far into the future are risks considered?**

- > 6 years

**Tools and methods used**

- Internal company methods

**Issues considered**

- Availability of forest risk commodities
- Quality of forests risk commodities
- Impact of activity on the status of ecosystems and habitats
- Regulation
- Climate change
- Impact on water security
- Tariffs or price increases
- Loss of markets
- Social impacts

**Stakeholders considered**

- Customers
- Employees
- Investors
- Local communities
- NGOs
- Regulators
- Suppliers

**Please explain**

The Enterprise Risk Management (ERM) process is used to identify, assess and mitigate significant risks and is facilitated by the Internal Audit Director with assistance from senior management and is reviewed by the Board of Directors. The ERM process incorporates ESG topics, including environmental management, social responsibility, health and safety, corporate governance policies and practices, and climate-related risks and opportunities. Forest-related risks are identified, assessed, and mitigated within the timberlands business segment. Timberlands are managed using 50-year management plans based on harvest schedule models which optimize long-term harvesting and forest management operations and project sustainable harvest volumes. Foresters prepare five-year plans for silviculture work and harvest based on the results of the harvest schedule. Forest management professionals monitor conditions in the forests utilizing advanced mapping functionality and on-the-ground monitoring and inspections to implement sustainable forest management including biodiversity, conservation, best management practices, and water quality protection. Third-party forest certifications reflect the rigor of our environmental management system (EMS), which is based on an ongoing continual improvement process and includes annual review by senior management.

We conduct annual climate-change risk assessments to identify risks and opportunities from climate change. We evaluate the potential physical impacts that changes in atmospheric CO2, temperature, and precipitation could have on our timberlands under various greenhouse gas (GHG) scenarios. In 2022 we evaluated the impacts on our Idaho and Arkansas timberlands utilizing guidance from the Task Force on Climate-related Financial Disclosures (TCFD) and using the National Council for Air and Stream Improvement (NCASI) Climate Projection Analysis Tool. The analysis is based on the Intergovernmental Panel on Climate Change (IPCC) scenarios called Representative Concentration Pathways (RCP), that represent prescribed pathways for anthropogenic (human caused) GHG emissions and land use change and serves as the basis for modeling the resulting atmospheric CO2 equivalent concentration. We evaluated four RCPs on our timberlands in 2022.

**F2.2**

**(F2.2) For each of your disclosed commodity(ies), has your organization mapped its value chains?**

	Value chain mapping	Primary reason for not mapping your value chain	Explain why your organization does not map its value chain and outline any plans to introduce it
Timber products	Yes, we have mapped the entire value chain	<Not Applicable>	<Not Applicable>
Palm oil	<Not Applicable>	<Not Applicable>	<Not Applicable>
Cattle products	<Not Applicable>	<Not Applicable>	<Not Applicable>
Soy	<Not Applicable>	<Not Applicable>	<Not Applicable>
Other - Rubber	<Not Applicable>	<Not Applicable>	<Not Applicable>
Other - Cocoa	<Not Applicable>	<Not Applicable>	<Not Applicable>
Other - Coffee	<Not Applicable>	<Not Applicable>	<Not Applicable>

**F2.2a**

**(F2.2a) Provide details of your organization's value chain mapping for its disclosed commodity(ies).**

**Forest risk commodity**

Timber products

**Scope of value chain mapping**

Own operations

Tier 1 suppliers

Customers

**% of total suppliers covered within selected tier(s)**

100

**Description of mapping process and coverage**

Contractors in our timberland supply chain include harvesting operators, log haulers, silviculture and road contractors. The fiber from these harvests flow both to our wood products facilities and to other wood products and pulp, paper, and packaging producers. Our efficient wood products facilities manufacture lumber and plywood which is used in residential construction and industrial plywood applications. Our wood products supply chain includes purchased goods, the use of contractors for maintenance and other electrical or general work, and the purchase of utilities including water, electricity, and natural gas. Our downstream supply chain includes distribution to wholesalers, distributors and ultimately to consumers for their use.

We have complete oversight of the management of our own timberlands and thus control the qualifications and performance of our contractors. One hundred percent of our timberlands are certified to the SFI or FSC standard, or both. We require that only qualified logging professionals, as defined by SFI, harvest our trees and thus have confidence that all operations on our own lands meet certification standards. This performance is verified through annual third-party audits for both SFI and FSC. The raw materials for our lumber and plywood mills include logs from our own company lands, from other private industrial and family-owned landowners, and from public agency landowners. No matter where these logs originate, we commit and monitor that they are sourced in a manner that protects the values these forests provide. Some of the logs we use come from land that is certified to either SFI or FSC standards including our own ownership, other industrial landowners that have chosen to be certified, and some state and county agency lands. Both SFI and FSC have systems in place to ensure responsible procurement occurs when purchasing fiber from non-certified lands. We use both SFI Fiber Sourcing and FSC Chain of Custody programs to assure our customers and stakeholders that the wood we purchase to make our products originates from responsible sources. All seven of our facilities are certified to the SFI Fiber Sourcing standard, which provides structure to how we purchase fiber from both certified and non-certified forestland. In 2022, 100% of the timber consumption at all of our wood products facilities was SFI Fiber Sourcing certified (and 59% of timber consumption at all our wood products facilities was FSC Chain of Custody certified)

**Your own production and primary processing sites: attach a list of facility names and locations (optional)**

Mill and Property Locations.pdf

**Your suppliers' production and primary processing sites: attach a list of names and locations (optional)**

**F2.3**

**(F2.3) Do you use a classification system to determine risk of deforestation and/or conversion of other ecosystems for your sourcing areas, and if yes, what methodology is used, and what is the classification used for?**

Use of a classification system to determine deforestation and/or conversion risk of sourcing areas	Methodology used for classifying levels of risk	Use of risk classification	Attachment indicating risk classification for each sourcing area (optional)
1 Yes, we use a classification system	All PCH mills are certified to the SFI Fiber Sourcing standard and 3 mills are certified to the FSC Chain of Custody/Controlled Wood Standard. The SFI Fiber Sourcing standard requires the development of a due diligence system (DDS) to manage the risk of sourcing fiber from controversial sources, one of which is forest conversion. We have conducted a risk assessment that follows the steps and indicators provided in the PEFC ST 2002:2020 Standard for Chain of Custody (CoC), which classifies risk as "Significant" or "Negligible." Similarly, the FSC Chain of Custody Standard requires a Due Diligence System (DDS) according to the requirements for Sourcing FSC Controlled Wood (CW) Standard (FSC-STD-40-005 V3-1). FSC Controlled Wood establishes minimum legal, environmental, and social requirements for non-certified fiber that can be mixed in with FSC certified fiber. The DDS classifies the risk of conversion as either "Specified," in which case further control measures must be implemented, or "Low." If a procurement zone's risk of conversion is considered "Low," the organization can proceed without further control measures.	We have developed a DDS that follows the steps and indicators provided in the PEFC ST 2002:2020 Standard for Chain of Custody (CoC), which classifies risk as "Significant" or "Negligible" and the risk for conversion for the procurement zones for all of our mills is "Negligible." We have also conducted a Due Diligence System according to the requirements for Sourcing FSC Controlled Wood Standard (FSC-STD-40-005 V3-1) and the risk for conversion in the procurement zones for the 3 mills that are FSC Chain of Custody certified is "Low."	

**F3. Risks and opportunities**

**F3.1**

**(F3.1) Have you identified any inherent forests-related risks with the potential to have a substantive financial or strategic impact on your business?**

	Risk identified?
Timber products	Yes
Palm oil	<Not Applicable>
Cattle products	<Not Applicable>
Soy	<Not Applicable>
Other - Rubber	<Not Applicable>
Other - Cocoa	<Not Applicable>
Other - Coffee	<Not Applicable>

## F3.1a

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### (F3.1a) How does your organization define substantive financial or strategic impact on your business?

Our annual risk assessment process includes evaluating the attributes of likelihood, impact and velocity of identified risks to determine an inherent risk score and the mitigating control strength of these risks to determine a residual risk ranking of the identified risks. These risks include financial, operational and strategic risks. This analysis is developed and evaluated by the Risk Management Committee comprised of members of senior leadership and chaired by the Chief Financial Officer. The Chair periodically reviews the substantive risks and the steps being taken to mitigate and monitor those risks with the Audit Committee of the Board of Directors.

For Enterprise Risk Management purposes, level impact scales are as follows (score / impact description / impact \$ amount):

- 5 / Catastrophic / over \$350 million
- 4 / Major / between \$75 million - \$350 million
- 3 / Moderate / between \$15 million - \$75 million
- 2 / Minor / between \$1.5 million - \$15 million
- 1 / Negligible / under \$1.5 million

## F3.1b

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### (F3.1b) For your disclosed forest risk commodity(ies), provide details of risks identified with the potential to have a substantive financial or strategic impact on your business, and your response to those risks.

#### Forest risk commodity

Timber products

#### Type of risk

Chronic physical

#### Geographical scale

Global

#### Where in your value chain does the risk driver occur?

Direct operation

Supply chain

#### Primary risk driver

Other chronic physical driver, please specify (Rising mean temperatures)

#### Primary potential impact

Reduction or disruption in production capacity

#### Company-specific description

Scientific research supports that emissions of greenhouse gases continue to alter the composition of the global atmosphere in ways that are affecting and are expected to continue affecting global temperatures and climate. Rising temperatures and increased CO2 levels create both risks and opportunities to our timberlands. Increased temperature and CO2 can lead to higher forest productivity in some regions, whereas in others the impacts may be limited. Rising temperatures or drought in some regions could impact operating conditions in our timberlands for our employees or contractors, impacting harvesting. Changing weather patterns and climatic conditions from rising temperatures could add to the unpredictability and frequency of natural disasters, such as hurricanes, earthquakes, hailstorms, wildfires, snow, ice storms, the spread of disease, and insect infestations. Any of these natural disasters could affect our timberlands, timber growth rates, productivity of our timberlands, our harvest operations, wood products manufacturing, or cause variations in the cost of raw materials. We evaluate the impact that all of these different factors can have to tree health and productivity and adjust the selection of seedling genetics and silviculture practices to mitigate climate and environmental impacts. We utilize native tree species and tree genetics that are the result of tree breeding and testing programs that select trees with the best ability to survive, grow and resist disease.

#### Timeframe

>6 years

#### Magnitude of potential impact

Low

#### Likelihood

More likely than not

#### Are you able to provide a potential financial impact figure?

No, we do not have this figure

#### Potential financial impact (currency)

<Not Applicable>

#### Potential financial impact figure - minimum (currency)

<Not Applicable>

#### Potential financial impact figure - maximum (currency)

<Not Applicable>

#### Explanation of financial impact

Our revenues and cash flows are primarily from our timberland and wood products businesses. The ability to access our timberlands is critical to sustainably manage our forests, conduct annual harvest plans, and complete silviculture and planting work. Disruptions in access, inclement weather, or insects and disease could impact our financial performance. Mitigating the potential risk of rising mean temperatures is incorporated into the sustainable management planning and work we do in our forests,

including best management practices and third-party certification of SFI and FSC. These risks are embedded into our EMS, business unit reporting frameworks, and the executive management ERM process.

#### Primary response to risk

Implementation of environmental best practices in direct operations

#### Description of response

We utilize native tree species and tree genetics that are the result of tree breeding and testing programs that select trees with the best ability to survive, grow and resist disease. Our silviculture practices including species and genetic selection, genetic deployment, planting density, competition and invasive species control, and maintenance of optimal tree density and spacing throughout the growth cycle improve resiliency and reduce climate risk. Our sustainable harvest planning and scheduling utilizes forest inventory data that are continually updated and growth models that are frequently calibrated to the growth and mortality on our timberlands that may change and evolve in response to slowly changing temperature, precipitation patterns and CO2 levels. Our environmental best practices are part of our EMS and have been embedded in a continuous improvement cycle that includes site specific prescriptions, inspections during implementation, summarization of implementation and effectiveness, identification of trends and opportunities for improvement, adjustments to best practices, training and redeployment. In addition, we conduct ongoing climate scenario risk and opportunity analyses and are evaluating the potential impacts of climate change including rising mean temperatures, changing precipitation patterns and increased CO2 levels for each of our geographic regions including potential mitigation strategies.

#### Cost of response

0

#### Explanation of cost of response

We mitigate the substantive financial or strategic risk of climate change, including rising mean temperatures through our timberland management and operational policies and practices described in the primary response section. These functions described have been built into our business. As we identify additional physical and transitional risks during climate scenario analysis, we will build additional functionality into our business processes.

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#### Forest risk commodity

Timber products

#### Type of risk

Acute physical

#### Geographical scale

Country

#### Where in your value chain does the risk driver occur?

Direct operation

Supply chain

#### Primary risk driver

Wildfires

#### Primary potential impact

Reduction or disruption in production capacity

#### Company-specific description

Changing weather patterns and over-mature, decadent timber that is not actively managed on federal forests have increased wildfire risk in the Pacific Northwest. Fires can start due to lightning strikes or from human impacts but are more likely to be minimized on working forests due to active monitoring and forest management that reduces fuel loads. However, some of our timberland ownership in Idaho is adjacent or checkerboard to federal forests, increasing the risk of the spread of wildfire to our timberlands. Fires could burn growing or mature timber and impact future harvest levels. Our U.S. South timberlands do not face fire as a substantive financial risk due to ownership patterns, ease of access and wetter conditions with higher humidity. In 2022 we had forest fires on nearly 302 hectares (746 acres) of our forestlands. Forest fires impact our timberlands because we must restart the forest life cycle starting with salvage and reforestation which can be costly and timely. Forest fires can also have a detrimental effect on markets by impacting their ability to reliably source fiber.

#### Timeframe

Current - up to 1 year

#### Magnitude of potential impact

Medium-low

#### Likelihood

Unlikely

#### Are you able to provide a potential financial impact figure?

No, we do not have this figure

#### Potential financial impact (currency)

<Not Applicable>

#### Potential financial impact figure - minimum (currency)

<Not Applicable>

#### Potential financial impact figure - maximum (currency)

<Not Applicable>

#### Explanation of financial impact

We assume substantially all risk of loss to the standing timber we own from fire and other hazards because insuring for such losses is not practicable. General liability insurance is maintained where practical. Consequently, a reduction in our timber inventory from such events could adversely affect our financial results and cash flows. Disruptions in harvesting activity can also impact log deliveries to our wood products facilities and to our customers which has a direct impact on our revenues. Forest fires and other natural disasters can limit and disrupt our ability to harvest because either the standing timber is too damaged to be salvaged or there is no longer any standing timber. Salvage operations can take a significant amount of time to ensure safety and be very costly. Salvaged areas will also need to undergo site prep and reforestation much earlier than they were planned and may require more expensive treatments. Stands that have experienced forest fires or stress from natural disasters also require additional evaluation because they pose a greater risk of insect and disease damage. These risks are embedded into our EMS, business unit reporting frameworks, and the executive management ERM process.

#### Primary response to risk

Implementation of environmental best practices in direct operations

#### Description of response

Practices to help mitigate fire risk on our Idaho timberlands include participating in fire protection districts with state, federal and timberland owners where participants contribute assets and resources to fight fires regardless of the location of the fire. During periods of high fire danger, we may prohibit campfires, close access, or adjust harvest schedules to late evening/early mornings and post individuals on site following logging activities to monitor for potential fire outbreaks. From May to October, our agreements with contractors require them to have specific firefighting resources on site. Additionally, remaining slash is reduced to minimize fire risk through either mechanical piling or prescribed burning. Foresters are trained on fire prevention and preparedness and work alongside local, state and federal agencies on fire prevention activities. The recent Memorandum of Understanding between the US Forest Service and National Alliance of Forest Owners (NAFO) will likely result in the better protection of NAFO member company land and adjacent National Forest System (NFS) land. The agreement provides for the use of NAFO member company resources to fully suppress fires in areas along the boundaries of NAFO and USFS lands.

In addition, we are undertaking a climate scenario risk and opportunity analysis which will evaluate the risks of forest fires in each of our regions under various climate change scenarios and potential mitigation strategies.

**Cost of response**

0

**Explanation of cost of response**

We mitigate the substantive financial or strategic risk of fire through our timberland management and operational policies and practices. Our commitment to using best management practices and our third-party certification through SFI or FSC includes integrating forest management practices that reduce fire risk.

**Forest risk commodity**

Timber products

**Type of risk**

Regulatory

**Geographical scale**

Country

**Where in your value chain does the risk driver occur?**

Direct operation

Supply chain

**Primary risk driver**

Regulatory uncertainty

**Primary potential impact**

Increased operating costs

**Company-specific description**

Our timberlands are subject to a wide range of legislation, regulations and requirements at the national, state and local levels. We manage our timberlands with these requirements through robust environmental management systems and forest management planning. Enactment of new environmental laws or regulations, or changes in existing laws or regulations, could have a direct impact on our operations. Changes in regulations relating to air, wildlife, and water quality can impact timberland management and increase harvesting restrictions. Legislation or policy surrounding climate change could impact timber or wood products demand or the use of wood residuals. Our SFI and FSC certifications also ensure that we are abiding by state and federal legislation. Examples of state and federal regulations that we follow are state Best Management Practices (BMPs) that guide landowners and managers on how to protect water quality and other threats that could be a result of harvest and planting activities, state and federal threatened and endangered species, laws protecting indigenous peoples and human rights, and laws regarding company reporting and ethics. We continue to monitor and participate where possible when new laws and legislations are introduced at the local, state, and federal levels. We actively monitor legislation related to climate-change and carbon markets and the impact that it can have on us as a business.

**Timeframe**

1-3 years

**Magnitude of potential impact**

Low

**Likelihood**

Very likely

**Are you able to provide a potential financial impact figure?**

No, we do not have this figure

**Potential financial impact (currency)**

<Not Applicable>

**Potential financial impact figure - minimum (currency)**

<Not Applicable>

**Potential financial impact figure - maximum (currency)**

<Not Applicable>

**Explanation of financial impact**

Our revenues and cash flows are primarily from our timberland and wood products businesses. The ability to continue to harvest from our timberlands on a sustainable basis is critical to our planning, businesses and financial results. Changes to policy or regulations can disrupt markets, impact investments, and alter the volume of harvest from our timberlands for internal use at our wood products facilities and to external customers. Disruptions to the supply of logs to our wood product facilities can impact revenues and margins. New regulations or their enforcement may require significant expenditures by us or may also adversely affect our timberland management, harvesting activities and manufacturing operations. Climate change and greenhouse gas regulations can have a significant impact on the manufacturing side of our business by requiring additional equipment for monitoring and reductions, which typically come at an increased cost. These risks are embedded into our EMS, business unit reporting frameworks, and the executive management ERM process.

**Primary response to risk**

Other, please specify (Participation in regulatory and political process and work through associations and coalitions.)

**Description of response**

PotlatchDeltic's business can be impacted by federal, state, and local public policy. Our Public Affairs team works with management to actively engage in the political process through public policy and legislative advocacy on issues that have the potential to impact our company and our industry. We interact with national, state, and local elected officials and their staff through meetings. We often work together with industry associations or coalitions in these efforts to highlight issues of importance. Our involvement can range from writing letters in support of or opposition to legislation, educating legislators and their staff on an issue, or participating in rulemaking regarding proposed regulatory changes. We are committed to conducting these activities in an accountable and transparent manner.

PotlatchDeltic works within several national or state industry associations to direct lobbying outreach and participates in several coalitions and advisory boards. The topics we have been engaged in vary from state issues to broader national matters. Some issues are resolved in a short timeframe while others can evolve over many years. Some of these associations may have interactions with federal or state government officials.

#### **Cost of response**

##### **Explanation of cost of response**

We mitigate the potential risk of new or changing regulations through our robust timberland management and EMS. In addition, we have ongoing contact with regulators and policy makers either directly or through our industry associations that includes discussions on the potential impacts of proposed rules or changes. Senior management reviews potential regulatory risks on a regular basis.

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#### **Forest risk commodity**

Timber products

#### **Type of risk**

Reputational and markets

#### **Geographical scale**

Global

#### **Where in your value chain does the risk driver occur?**

Direct operation

Supply chain

#### **Primary risk driver**

Other reputational and market driver, please specify (Cyclicality of markets)

#### **Primary potential impact**

Change in revenue mix and sources

#### **Company-specific description**

The financial performance of our operations is affected by the cyclical nature of our business. A variety of factors affect prices and demand for timber, including changes in economic conditions, the level of domestic new construction and remodeling activity, foreign demand, interest rates, credit availability, population growth, weather conditions and pest infestation, as well as changes in timber supply. All of these factors can vary by region, timber type, and species. On a local level, supplies can fluctuate depending upon factors such as changes in weather conditions and harvest strategies of local timberland owners, as well as occasionally high timber salvage efforts due to events such as pest infestations or fires. We may be susceptible to adverse economic and other developments in the regions where we own timberlands, including industry slowdowns, mill closures and curtailments, business layoffs or downsizing, relocations of businesses, changes in demographics, increases in real estate and other taxes and increased regulation, any of which could have a material adverse effect on us.

#### **Timeframe**

Current - up to 1 year

#### **Magnitude of potential impact**

Medium

#### **Likelihood**

Very likely

#### **Are you able to provide a potential financial impact figure?**

No, we do not have this figure

#### **Potential financial impact (currency)**

<Not Applicable>

#### **Potential financial impact figure - minimum (currency)**

<Not Applicable>

#### **Potential financial impact figure - maximum (currency)**

<Not Applicable>

#### **Explanation of financial impact**

Our operating results and cash flows will be materially affected by the cyclical supply and demand for timber. In addition, significant structural changes in market demand, or prolonged oversupply of timber in an area can impact timberland values. Some customers and wood products facilities place preference and price incentives on certified wood, losing certification can have a financial impact on the business if customers no longer except our logs or will only take them at a reduced price. There are also costs associated with maintaining certifications both through subscription fees as well as compliance costs.

#### **Primary response to risk**

Other, please specify (Market monitoring and customer engagement)

#### **Description of response**

We mitigate the potential risk of market volatility and impacts through comprehensive monitoring of local conditions and regional and national market trends. In addition, we have ongoing engagement with our customers to understand local market conditions and continually evaluate new market opportunities. We utilize internal and external specialists in forecasting broader trends. We work collaboratively with the certification bodies, other forest industry companies, and other forest-related organizations to help ensure that we, and the industry, are compliant and committed to sustainability.

#### **Cost of response**

##### **Explanation of cost of response**

These risks are embedded into our operations, business unit reporting frameworks, and the executive management ERM process.

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**(F3.2) Have you identified any forests-related opportunities with the potential to have a substantive financial or strategic impact on your business?**

	Have you identified opportunities?
Timber products	Yes
Palm oil	<Not Applicable>
Cattle products	<Not Applicable>
Soy	<Not Applicable>
Other - Rubber	<Not Applicable>
Other - Cocoa	<Not Applicable>
Other - Coffee	<Not Applicable>

**F3.2a**

**(F3.2a) For your selected forest risk commodity(ies), provide details of the identified opportunities with the potential to have a substantive financial or strategic impact on your business.**

**Forest risk commodity**

Timber products

**Type of opportunity**

Markets

**Where in your value chain does the opportunity occur?**

Direct operation

Supply chain

**Primary forests-related opportunity**

Expansion into new markets

**Company-specific description**

Voluntary and regulatory GHG reductions are driving the demand for forest-based carbon offsets. Forest landowners receive payment for increasing carbon storage on their forest lands and/or credit for wood that is manufactured into long-lived forest products. Climate change and specifically higher atmospheric CO2 levels are resulting in higher growth rates on timberlands in the U.S. South. Increased growth from climate change and improved tree genetics paired with improved silvicultural practices shortens the time required to produce timber that can be manufactured into long-lived forest products. This enables more wood products manufacturing and the ability to utilize forests to provide a natural climate solution in the form of offsets. Markets utilizing biomass sourced from sustainably managed forests could expand as new bio-based products emerge ranging from bioplastics to biofuel. These could expand market demand for fiber and for residual wood fiber remaining from wood product manufacturing, a portion of which otherwise could go to waste. Net-zero transition commitments combined with circularity-oriented policies could drive growth of these bio-based materials for end uses such as food packaging, consumer goods, or aviation fuels. Solar energy and energy storage opportunities are growing rapidly, driven by commercial and utility procurement and supported by policy and incentive programs. The combination could increase revenues and cash flows.

**Estimated timeframe for realization**

1-3 years

**Magnitude of potential impact**

Medium-low

**Likelihood**

More likely than not

**Are you able to provide a potential financial impact figure?**

No, we do not have this figure

**Potential financial impact figure (currency)**

<Not Applicable>

**Potential financial impact figure – minimum (currency)**

<Not Applicable>

**Potential financial impact figure – maximum (currency)**

<Not Applicable>

**Explanation of financial impact figure**

Higher growth rates could increase available sustainable annual harvests and increase revenue and cash flow streams. Increased harvests could provide opportunities for mill modernizations or additional capacity which if completed could increase revenues and cash flows. The development of carbon offsets at attractive pricing levels could create additional revenue and cash flow streams.

**Cost to realize opportunity**

**Strategy to realize opportunity**

We continuously look at and evaluate new markets as they arise parallel to the wood products and timberlands industries. Each project is evaluated on their return and how they fit into the core business. We have evaluated and engaged in projects related to solar energy, mitigation banking, and carbon offsets.

**Forest risk commodity**

Timber products

**Type of opportunity**

Markets

**Where in your value chain does the opportunity occur?**

Direct operation

Supply chain

**Primary forests-related opportunity**



Increased demand for certified materials

**Company-specific description**

The carbon storage benefits of wood products are well proven and consumer preferences for high carbon storage, low embodied GHG emissions, and renewable building and packaging products as well as demand for biogenic energy production and liquid fuels derived from woody biomass are all likely to increase the use of wood. When these materials are produced from sustainably managed timberlands their use also provides the co-benefits of biodiversity conservation, and water quality protection. Consumer preferences for building with wood, and utilization of mass timber to substitute for alternative building materials with higher embodied carbon emissions are already taking place. We work closely with the American Wood Council (AWC) on a wide range of initiatives, especially the use of mass timber in affordable housing. Increased wood demand creates opportunities for capacity expansion and could result in increased revenues and cash flow.

**Estimated timeframe for realization**

1-3 years

**Magnitude of potential impact**

Medium-low

**Likelihood**

More likely than not

**Are you able to provide a potential financial impact figure?**

No, we do not have this figure

**Potential financial impact figure (currency)**

<Not Applicable>

**Potential financial impact figure – minimum (currency)**

<Not Applicable>

**Potential financial impact figure – maximum (currency)**

<Not Applicable>

**Explanation of financial impact figure**

Increased market demand for wood could create opportunities for additional wood products manufacturing capacity and additional revenue and cash flow streams.

**Cost to realize opportunity**

**Strategy to realize opportunity**

By working closely with the American Wood Council (AWC) on a wide range of initiatives, especially the use of mass timber in affordable housing. Increased wood demand creates opportunities for capacity expansion and could result in increased revenues and cash flow. We also continue to evaluate projects and emerging markets that compliment our core businesses.

**F4. Governance**

**F4.1**

**(F4.1) Is there board-level oversight of forests-related issues within your organization?**

Yes

**F4.1a**

**(F4.1a) Identify the position(s) of the individual(s) (do not include any names) on the board with responsibility for forests-related issues.**

Position of individual or committee	Responsibilities for forest-related issues
Other, please specify (Board Chair and Board Members)	Because our business is primarily focused on timberlands and wood products, the structure of the Board leadership aligns with responsibility for forest-related issues. Our full Board, which is comprised of ten members, makes decisions focused on the sustainable management of our forests and the responsible procurement of timber to make wood products. The Board oversees the company's business, including the company's strategy, ESG matters, including our environmental management, social responsibility, health and safety program performance, and corporate governance policies and practices, climate-related risks and opportunities, and other matters.
Board-level committee	Our full Board is responsible for and makes decisions on the sustainable management of our forests, the responsible procurement of timber to make wood products, and other forest-related issues. The Board has three standing committees that with the full board advise our senior management team. The Nominating and Corporate Governance Committee is responsible for overseeing governance matters, including the function and operation of the Board and our overall compliance with applicable environmental laws and operating permits. The Audit Committee is responsible for overseeing financial reporting, risk management, legal and regulatory compliance activities, carbon accounting, ESG matters, and other matters. The Executive Compensation and Personnel Policies Committee oversees our executive compensation program and assists the Board in its oversight of our policies and strategies relating to human capital management.
Other, please specify (Director, President and Chief Executive Officer (CEO))	The President and CEO, who is also a director, has executive responsibility for forest-related issues. Our full Board, with input from the President and CEO, is responsible for the sustainable management of our forests, the responsible procurement of timber to make wood products, and other forest-related issues.

**F4.1b**

**(F4.1b) Provide further details on the board’s oversight of forests-related issues.**

	Frequency that forests-related issues are a scheduled agenda item	Governance mechanisms into which forests-related issues are integrated	Please explain
Row 1	Scheduled - all meetings	Monitoring implementation and performance Reviewing and guiding risk management policies Other, please specify (Overseeing governance matters and ESG reporting)	Our full Board is responsible for oversight of the company’s business, including, among other matters, overseeing mergers and acquisitions with other timberland and wood products companies, major transactions (including dispositions or acquisitions of timberland) and plans of action, strategy and sustainable management of our forests, as well as the responsible procurement of timber to make wood products. Our Audit Committee assists the Board in overseeing financial reporting, risk management, legal and regulatory compliance activities, carbon accounting, ESG-related audit matters and other matters. The Board also oversees ESG matters, including our environmental management, sustainability strategy, social responsibility, health and safety program performance, public policy, advocacy and government relations, corporate governance policies and practices, diversity, equity and inclusion initiatives, organizational culture and climate-related risks and opportunities. Our Nominating and Corporate Governance Committee is responsible for overseeing governance matters, including reviewing and recommending the corporate governance principles and related policies, and overall compliance with applicable environmental laws and operating permits. The Executive Compensation and Personnel Policies Committee oversees our executive compensation program and assists the Board in its oversight of our policies and strategies relating to human capital management.

**F4.1d**

**(F4.1d) Does your organization have at least one board member with competence on forests-related issues?**

**Row 1**

**Board member(s) have competence on forests-related issues**

Yes

**Criteria used to assess competence on forests-related issues**

The Board is composed of individuals who are highly qualified and dedicated with diverse backgrounds, skills, professional experience, perspectives, age, and gender. Six of our ten directors have diversity, equity, and inclusion skills, two of our ten directors have climate skills, and six of our ten directors have environmental sustainability skills. Our Director Nomination Policy requires that Board members be selected for their character, judgment, diversity of experience, business acumen, and their ability to act on behalf of all stockholders. Directors must be committed to enhancing shareholder value, have sufficient time to effectively carry out duties, limit the number of public boards on which they serve, and be able to provide insights and practical wisdom based on their experience and expertise. Forests and land-related expertise on the Board includes board and/or executive experience with forest and land-based public companies or private investments, and REIT experience on public and private boards. In addition, the Chairman of the Board, and former CEO, has a degree in forestry, and spent his career in the forest products industry managing forests and wood products.

**Primary reason for no board-level competence on forests-related issues**

<Not Applicable>

**Explain why your organization does not have at least one board member with competence on forests-related issues and any plans to address board-level competence in the future**

<Not Applicable>

**F4.2**

**(F4.2) Provide the highest management-level position(s) or committee(s) with responsibility for forests-related issues (do not include the names of individuals).**

Name of the position(s) and/or committee(s)	Forests-related responsibilities of this position	Frequency of reporting to the board on forests-related issues	Please explain
Other C-Suite Officer, please specify (President and Chief Executive Officer)	Managing forests-related risks and opportunities	Quarterly	The President and CEO has responsibility for forest-related issues and for managing Board agendas so that the Board is kept informed of forest-related issues. Our full Board is responsible for oversight of the sustainable management of our forests, the responsible procurement of timber to make wood products, and other forest-related issues. The Board meets at least four times a year.
Chief Financial Officer (CFO)	Managing forests-related risks and opportunities	Quarterly	The VP and Chief Financial Officer provides quarterly updates to the Board on the performance of the Timberlands business segment. He also leads the risk management process and reports to the Audit Committee on risk assessment matters.
Other C-Suite Officer, please specify (Vice President Timberlands)	Managing forests-related risks and opportunities	As important matters arise	The VP - Timberlands guides the management of our timberlands business segment and reports to the Board through the CEO and CFO, with direct presentations as needed. We own or manage nearly 880,596 hectares (2.2 million acres) of timberlands in the United States. Our timberlands are 100% certified to the SFI Forest Management standards and 70% of our timberlands in Arkansas and Louisiana are certified to the FSC Forest Management standards. We adhere to principles that include commitments to sustainable forestry, responsible practices, forest health and productivity and other matters.
Other C-Suite Officer, please specify (Vice President Public Affairs)	Assessing forests-related risks and opportunities	Half-yearly	The Vice President Public Affairs and Chief ESG Officer provides senior leadership updates on ESG strategy and reporting and reports regularly to the Board on ESG matters and initiatives.

**F4.3**

**(F4.3) Do you provide incentives to C-suite employees or board members for the management of forests-related issues?**

	Provide incentives for management of forests-related issues	Comment
Row 1	Yes	As a leading timberland REIT, our business is structured on responsible and sustainable management of our forests. Employment opportunities, pay, and benefits are dependent on our successful management of our forests and our wood products facilities. Managing our resources sustainably help ensure that our company and industry stay strong and healthy, as well as our environment and resources.

**F4.3a**

**(F4.3a) What incentives are provided to C-Suite employees or board members for the management of forests-related issues (do not include the names of individuals)?**

	Role(s) entitled to incentive?	Performance indicator	Contribution of incentives to the achievement of your organization's forests-related commitments	Please explain
Monetary reward	Chief Executive Officer (CEO) Chief Financial Officer (CFO) Other C-suite Officer	Ending deforestation and/or conversion of other natural ecosystems		Our performance as a company depends on our ability to successfully manage forest-related issues. Our executives' pay is determined by our company's ability to meet specific business targets including ESG goals that include forest-related targets. In addition, factors for the assessment of individual performance for certain executives include (i) attaining zero violations of State Forest Practices Act standards (either voluntary or by statute) or Federal standards, including the Endangered Species Act, and/or (ii) maintaining our FSC® and SFI® certifications.
Non-monetary reward	Please select	<Not Applicable>	<Not Applicable>	We utilize social media and our website to highlight the work that we have done as an organization as well as individuals within the company. We have an employee specific app that's goal is to highlight and celebrate our employees as well as allow them to interact in ways they may not normally.

**F4.4**

**(F4.4) Did your organization include information about its response to forests-related risks in its most recent mainstream financial report?**

Yes (you may attach the report – this is optional)  
 2023-proxy-statement-final-filed-03-28-2023.pdf  
 2022-Annual Report 03-28-2023.pdf

**F4.5**

**(F4.5) Does your organization have a policy that includes forests-related issues?**

Yes, we have a documented forests policy that is publicly available

**F4.5a**

**(F4.5a) Select the options to describe the scope and content of your policy.**

**Row 1**

**Scope**

Company-wide

**Commodity coverage**

Timber products

**Content**

- Commitment to eliminate conversion of natural ecosystems
- Commitment to eliminate deforestation
- Adoption of the UN International Labour Organization principles
- Commitment to protect rights and livelihoods of local communities
- Commitment to align with the SDGs
- Description of business dependency on forests

**Document attachment**

**Please explain**

We have a publicly available Forest Stewardship Policy, which highlights our commitment to sustainably manage our timberlands and to responsibly source wood fiber at our wood products facilities. Our Forest Stewardship Policy is reviewed on an annual basis by our executive management team, as well as regional management teams, is provided to and reviewed with our contractors on an annual basis and is publicly available on our external website. The policy includes our commitment to responsible forest stewardship, enhancing water, wildlife, and resource values, sustainably harvesting forests through management and perpetual renewal, efficient utilization of resources, high ethical standards and open forthright relationships with all stakeholders, and practicing forest stewardship with a high degree of awareness of impacts on the public. The policy outlines that we will maintain an EMS that supports our Timberland management and our Wood Products business' log procurement activities. The EMS is designed to promote conduct that meets or exceeds applicable federal, state, and local statutes and regulations for conservation of wildlife and biological diversity, and protection of water, fish and endangered species and prompt reforestation by planting or planned natural regeneration. In addition, the EMS guides activities to achieve and maintain third-party certification for all of our timberlands under either the Forest Stewardship Council or the Sustainable Forestry Initiative management standards, source our log supply chain for our wood products facilities from responsible sources, promote reforestation and natural resource conservation, and achieve and maintain third party certification of our wood products log supply chain under the Sustainable Forestry Initiative Fiber Sourcing standard and, where applicable, FSC Chain of Custody standard. In addition, we have a publicly available Supplier Code of Conduct which outlines the principles and guidelines to which we expect our suppliers and their subcontractors to adhere. The standards delineated include sustainability, using qualified logging professionals, and utilizing best management practices in forestry. In addition, we acknowledge the importance of the United Nations' Sustainable Development Goals (UN SDGs) and support all of the UN SDGs.

**F4.6**

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**(F4.6) Has your organization made a public commitment to reduce or remove deforestation and/or forest degradation from its direct operations and/or supply chain?**

Forest risk commodity	Public commitments made
Timber products	Yes

**F4.6a**

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**(F4.6a) Has your organization endorsed any of the following initiatives as part of its public commitment to reduce or remove deforestation and/or forest degradation?**

Other, please specify (Sustainable Forestry Initiative and Forest Stewardship Council)

**F4.6b**

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**(F4.6b) Provide details on your public commitment(s), including the description of specific criteria, coverage, and actions.**

**Forest risk commodity**

Timber products

**Criteria**

Zero net deforestation

**Operational coverage**

Supply chain

**% of total production/ consumption covered by commitment**

100%

**Cutoff date**

2005

**Forest risk countries/areas that the cutoff date applies to**

Please select

**Reason for selecting cutoff date**

Compliance with initiative, please specify (Forest Stewardship Council and Sustainable Forest Initiative)

**Commitment target date**

2021-25

**Please explain**

PotlatchDeltic is committed to sustainable forest management and has a long legacy of excellence in forest management which is delineated in our Forest Stewardship Policy. This includes planning forest management on a sustainable basis using 50-year, 5-year and annual plans, reforestation harvested areas, protecting water quality and riparian zones, promoting biodiversity and wildlife habitat, conserving high conservation value areas, and protecting at-risk species. We commit to follow best forest management practices which provide guidelines on how to accomplish the objectives. PotlatchDeltic set a goal for its timberlands to become 100% certified to SFI or FSC forest management standards by 2007. We met this goal in 2005 and have maintained certification on all ownership since achieving certification. 70% of our timberlands in Arkansas and Louisiana are certified to FSC standards. This portion of our ownership is dual-certified to meet customer preferences in the area. Newly acquired lands under one or both standards are certified promptly following acquisition. The CatchMark Timber property that was acquired in 2022 was already 100% SFI certified and the certification continues to be maintained. Third-party certification of our forest management practices under SFI or FSC standards ensures we meet requirements by verifying that forest management planning and best management practices are being implemented properly, provide an independent evaluation of our forest management, and encourages continuous improvement. We disclose all of our third-party audit results and findings related to such certifications and use them to improve performance.

We are committed to producing wood products from responsibly sourced raw materials including logs from our own company lands, from other private industrial and family landowners, and public agencies. Logs are sourced in a manner that protects the many other values the forests provide. Both SFI and FSC have systems in place to promote responsible procurement when purchasing fiber from non-certified lands. We use both SFI Fiber Sourcing and FSC Chain of Custody (CoC) programs to assure that the wood we purchase originates from responsible sources. SFI Fiber Sourcing is designed to ensure that wood purchased from uncertified lands is legally and responsibly sourced and requires measures to promote reforestation, protect water quality, promote conservation of biodiversity, utilize trained logging professionals and foresters, and verify that the measures are effective. All seven of our facilities are certified to the SFI Fiber Sourcing standard. In 2022, 100% of the timber consumption at all our wood products facilities was SFI Fiber Sourcing certified.

Our Gwinn, Michigan, and Warren and Waldo, Arkansas, mills are FSC CoC certified (in addition to being SFI Fiber. FSC certification requires that wood that is procured from land not FSC-certified falls under the FSC Controlled Wood standard. The Controlled Wood standard requires that the non-certified wood we purchase does not come from undesirable sources. FSC considers the following undesirable sources: illegally harvested forests; forests harvested in violation of traditional and civil rights; forests where high conservation values are threatened by management activities; natural forests that were converted to non-forest uses; and forests with genetically modified trees. In 2022, 59% of timber consumption at all our wood products facilities was FSC Chain of Custody certified, and 100% of the timber consumption at our Gwinn, Warren, and Waldo facilities was FSC Chain of Custody certified. In 2022, 35% of timber consumption at all our wood products facilities was FSC Controlled Wood certified.

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**F5. Business strategy**

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**F5.1**

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**(F5.1) Are forests-related issues integrated into any aspects of your long-term strategic business plan, and if so how?**

	Are forests-related issues integrated?	Long-term time horizon (years)	Please explain
Long-term business objectives	Yes, forests-related issues are integrated	>30	The goal of our Timberlands segment is to maximize cash flow by selling logs to our wood product facilities and selling both delivered logs and stumpage sales to external customers, while managing our timberlands sustainably over the long term. Leveraging decades of management experience and working closely with scientific research organizations, we manage our timberlands while considering how climate change could create potential risks and opportunities. We are a leader in forest stewardship and sustainability and our timberlands are working forests where we take appropriate measures to protect biological diversity, water quality, and other ecosystem values. We recognize that some areas need to be conserved and species at risk need to be protected on the lands that we manage. Our timberlands provide unique environmental, cultural, historical and recreational value. We manage timberlands following regulatory requirements and with best management practices that protect water quality and biodiversity. We use a comprehensive timberland EMS that focuses on continual improvement with rigorous third-party auditing and certification of our practices under SFI or FSC forest management standards. The Timberlands segment sells a portion of its logs at market prices to our wood products facilities. Our Wood Products segment manufactures and sells lumber, plywood and residual wood products. Our wood products strategy includes maintaining efficient and productive wood products facilities and we continually invest in maintenance and discretionary capital projects at our wood products facilities to increase productivity, enhance employee safety, comply with regulatory standards, or improve log utilization. Our procurement foresters purchase wood fiber for our facilities from our timberlands or from private, state, and federal sources and focus on providing the wood products facilities with a sustainable and competitive timber supply. In the net-zero transformation that is currently underway, we believe it is important to both build climate resilience and position our company to participate in the opportunities that are emerging. We are committed to a goal to achieve net-zero GHG emissions by 2050.
Strategy for long-term objectives	Yes, forests-related issues are integrated	>30	Our ESG commitments are outlined in four pillars: forests, planet, people, and performance. These pillars are the framework for which we have established goals related to our company's material topics and to the United Nations Sustainable Development Goals (UN SDGs). Timberlands are managed sustainably over the long-term using harvest schedule models (50 years) which use timber inventory data and optimize long-term harvesting and forest management operations and project sustainable harvest volumes. Foresters prepare five-year tactical plans for silviculture work and harvest which are used to develop annual operating plans with site-specific prescriptions. Harvest operations are conducted in accordance with regulatory and certification requirements that protect water quality, wildlife habitat, and worker safety. Logging contractors must be on an approved contractor list and receive annual training. Foresters monitor logging activity to verify that environmental protections are implemented and specific prescriptions for the tract being harvested are followed. During planting season in late fall or spring, contractors plant seedlings on tracts that were harvested 12 - 18 months earlier. Foresters monitor the growth of the timber stands by conducting physical stand exams, as well as using modern tools such as drones, satellite imagery and GIS technology. New inventory data are synthesized along with information about operational activities into the long-term harvest scheduling model. Commercial thinning is sometimes required to reduce stocking density to improve stand growth and development. In the South stands are ready for final harvest at around 25 - 28 years of age, while in Idaho stands are harvested at about 45 - 65 years of age. After harvest, the forest management growth cycle begins anew. Forest management practices are inspected, audited internally and third-party audited under SFI through an annual surveillance audit and recertification audit every five years. FSC surveillance audits are conducted annually with full re-certification every five years. Procurement foresters implement procedures to ensure logs used in wood products facilities are responsibly sourced and meet chain of custody certification requirements where applicable.
Financial planning	Yes, forests-related issues are integrated	>30	Forest-related issues are fully integrated into our financial planning. We own high-quality timberlands under a tax-efficient REIT structure, representing over 80% of our gross asset value. Our business depends on the sustainable management of our timberland over the long term using best management practices designed to optimize the balance among timber growth, prudent environmental management and current cash flow, in order to achieve increasing levels of sustainable yield over the long-term. The stability of our timberlands supports a sustainable and growing dividend. Our wood products facilities rely on timber from our timberlands in our integrated timberlands and wood products operating model. Internal log sales to our mills comprised 33% of our Timberlands segment revenues in 2022. This represented 49% of our wood products facilities' fiber costs. This strategy enables us to maximize the value of our assets, and, because we are a net log buyer in the South, our integrated model provides a natural hedge against Southern sawlog prices that remain below long-term levels. Our timberlands and wood products businesses require the integration of forests-related issues in all we do over time horizons that account for the life cycle of forests.

**F6. Implementation**

**F6.1**

**(F6.1) Did you have any forests-related timebound and quantifiable targets that were active during the reporting year?**

Yes

**F6.1a**

**(F6.1a) Provide details of your forests-related timebound and quantifiable target(s) and progress made.**

**Target reference number**

Target 1

**Forest risk commodity**

Timber products

**Year target was set**

2005

**Target coverage**

Business division

**Target category**

Third-party certification

**Metric**

% of volume third-party certified

**Traceability point**

<Not Applicable>

**Third-party certification scheme**

SFI Forest Management standard  
SFI Chain of Custody

**Base year**

2005

**Base year figure**

0

**Target year**

2022

**Target year figure**

100

**Reporting year figure**

100

**% of target achieved relative to base year [auto-calculated]****Target status in reporting year**

Achieved

**Is this target linked to a commitment?**

Zero net/gross deforestation

**Please explain**

PotlatchDeltic set a goal for 100% of its timberlands to become certified to SFI forest management standards by 2007. We met this goal in 2005 and have maintained certification on all ownership since achieving certification, including 2022. We have certified newly acquired lands under the standard promptly following acquisition. Third-party certification of our forest management practices under SFI standards ensures we meet requirements.

PotlatchDeltic is committed to producing wood products from responsibly sourced raw materials including logs from our own company lands, from other private industrial and family landowners, and public agencies. We commit that logs are sourced in a manner that protects the other values the forests provide. Some of the logs we use come from land that is certified to either SFI, FSC, or American Tree Farm System standards. This includes our own ownership, other industrial landowners and family tree farms that have chosen to be certified, and state and county agency lands. Both SFI and FSC have systems in place designed to responsible procurement when purchasing fiber from non-certified lands. We also set a goal for our entire Wood Products supply chain to become certified by 2018 and achieved SFI Fiber Sourcing certification for all locations in 2017 and continue to maintain it. SFI Fiber Sourcing is designed to ensure that wood purchased from uncertified lands is legally and responsibly sourced and requires measures to promote reforestation, protect water quality, promote conservation of biodiversity, utilize trained logging professionals and foresters, and verify that the measures are effective.

**Target reference number**

Target 2

**Forest risk commodity**

Timber products

**Year target was set**

2005

**Target coverage**

Business division

**Target category**

Third-party certification

**Metric**

% of volume third-party certified

**Traceability point**

&lt;Not Applicable&gt;

**Third-party certification scheme**

FSC Forest Management certification

**Base year**

2005

**Base year figure**

0

**Target year**

2023

**Target year figure**

100

**Reporting year figure**

100

**% of target achieved relative to base year [auto-calculated]****Target status in reporting year**

Achieved

**Is this target linked to a commitment?**

Zero net/gross deforestation

**Please explain**

PotlatchDeltic set a goal for 100% of its timberlands in our Warren and Waldo operating units in Arkansas and Louisiana to become certified to FSC forest management standards by 2007. We met this goal in 2005 and have maintained certification on this ownership since achieving certification, including 2022. Newly acquired lands in these operating units are certified to the standards promptly following acquisition. Third-party certification of our forest management practices under FSC standards ensures we meet requirements.

**Target reference number**

Target 3

**Forest risk commodity**

Timber products

**Year target was set**

2005

**Target coverage**

Business division

**Target category**

Third-party certification

**Metric**

% of volume third-party certified

**Traceability point**

<Not Applicable>

**Third-party certification scheme**

FSC Chain of Custody

FSC Controlled Wood

**Base year**

2005

**Base year figure**

0

**Target year**

2022

**Target year figure**

100

**Reporting year figure**

100

**% of target achieved relative to base year [auto-calculated]****Target status in reporting year**

Achieved

**Is this target linked to a commitment?**

Zero net/gross deforestation

**Please explain**

PotlatchDeltic is committed to producing wood products from responsibly sourced raw materials including logs from our own company lands, from other private industrial and family landowners, and public agencies. We commit that logs are sourced in a manner that protects the other values the forests provide. Some of the logs we use come from land that is certified to either SFI, FSC, or ATFS standards. This includes our own ownership, other industrial landowners and family tree farms that have chosen to be certified, and state and county agency lands. Both SFI and FSC have systems in place designed to responsible procurement when purchasing fiber from non-certified lands. We use FSC Chain of Custody (CoC) programs to assure that the wood we purchase to make our products originates from responsible sources. Our Wood Products locations that have a reliable source of FSC Forest Management certified logs and a market for FSC certified mill residuals are FSC CoC certified. Our Gwinn, Michigan, and Warren and Waldo, Arkansas, mills are also FSC CoC certified (in addition to being SFI Fiber Sourcing certified). We track the path from the forest through the supply chain. In addition, FSC certification requires that wood that is procured from land not FSC-certified falls under the FSC Controlled Wood standard. The Controlled Wood standard requires that the non-certified wood we purchase does not come from undesirable sources. We set a goal for our Gwinn, Waldo, and Warren mills' supply chain to become certified by 2018, achieved FSC Chain of Custody and Controlled Wood certification for these locations in 2017, and continue to maintain it.

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F6.2

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**(F6.2) Do you have traceability system(s) in place to track and monitor the origin of your disclosed commodity(ies)?**

	Do you have system(s) in place?	Supply chain coverage	Description of traceability system	Exclusions	Description of exclusion
Timber products	Yes	Volume from direct suppliers only	We have traceability systems at all wood products facilities based on our SFI Fiber Sourcing procedures. Our SFI procedures are designed to ensure that our sourcing is from legal and responsible sources with emphasis on uncertified sources. We track over 99% of all log purchases to section, township and range with the only exception being two remote concentration yards where we know state and county of origin, and wood received from small suppliers like farmers and ranchers. In every case we have a system to assess the risk that logs could be acquired from illegal logging sources that includes communications with suppliers, contract documentation, and maintenance of records. We identify and address any significant risks. Our risk assessment procedures, implementation and results are evaluated in internal audits and via third party audits and we have not identified any issues with illegal sourcing. In addition, we have policies and procedures to comply with all applicable laws and to extend the legal compliance throughout our supply chain. Our procedures for ensuring legal compliance are internally audited and audited by a third party and we have not identified any material issues with legal compliance. All our sourcing is verified to be from legal, responsible sources and over 97% is produced by trained logging contractors	Facility	We have two concentration yards in the Lake States where we buy logs from loggers and wood buyers and where we track origin to country and state. We also receive a very small amount of fiber from small landowners such as farmers and ranchers who are not in the forest management business. Both of these comprise less than 1% of our total volume. For log yard purchases we apply our illegal logging and legal compliance risk evaluation procedures (described in response to traceability) and the source sites are subject to internal and external audit. We have not identified any material issues with compliance and our audit selection procedures are weighted to test for compliance risks from uncertified sources.
Palm oil	<Not Applicable>	<Not Applicable>	<Not Applicable>	<Not Applicable>	<Not Applicable>
Cattle products	<Not Applicable>	<Not Applicable>	<Not Applicable>	<Not Applicable>	<Not Applicable>
Soy	<Not Applicable>	<Not Applicable>	<Not Applicable>	<Not Applicable>	<Not Applicable>
Other - Rubber	<Not Applicable>	<Not Applicable>	<Not Applicable>	<Not Applicable>	<Not Applicable>
Other - Cocoa	<Not Applicable>	<Not Applicable>	<Not Applicable>	<Not Applicable>	<Not Applicable>
Other - Coffee	<Not Applicable>	<Not Applicable>	<Not Applicable>	<Not Applicable>	<Not Applicable>

**F6.2a**

**(F6.2a) Provide details on the level of traceability your organization has for its disclosed commodity(ies).**

Forest risk commodity	Point to which commodity is traceable	Countries/areas to which this traceability point applies	% of total production/consumption volume traceable
Timber products	Forest management unit	United States of America	100
Timber products	Mill	United States of America	100

**F6.3**

**(F6.3) Have you adopted any third-party certification scheme(s) for your disclosed commodity(ies)?**

	Third-party certification scheme adopted?	% of total production and/or consumption volume certified
Timber products	Yes	100
Palm oil	<Not Applicable>	<Not Applicable>
Cattle products	<Not Applicable>	<Not Applicable>
Soy	<Not Applicable>	<Not Applicable>
Other - Rubber	<Not Applicable>	<Not Applicable>
Other - Cocoa	<Not Applicable>	<Not Applicable>
Other - Coffee	<Not Applicable>	<Not Applicable>

**F6.3a**

**(F6.3a) Provide a detailed breakdown of the volume and percentage of your production and/or consumption by certification scheme.**

**Forest risk commodity**

Timber products

**Third-party certification scheme**

SFI Forest Management standard

**Chain-of-custody model used**

<Not Applicable>

**% of total production/consumption volume certified**

100

**Form of commodity**

Softwood logs

**Volume of production/ consumption certified**

5918473

**Metric for volume**

Metric tons

**Is this certified by more than one scheme?**

Yes

**Is embedded soy certified through this scheme?**

&lt;Not Applicable&gt;

**Please explain**

100% of 2022 timber production volumes is certified to SFI Forest Management standards. 5.9 million metric tons (6.5 million US tons) from our timberlands where either sold to external wood facilities or internally to our own wood products facilities. SFI is an independent non-profit sustainability organization that collaborates on forest initiatives with the forest sector, conservation groups, academia, local communities, Indigenous peoples and educators. SFI recognizes that forestland owners have a responsibility for stewardship through reforestation and the management, growing, nurturing, and harvesting of trees. However, SFI also requires a much broader involvement in areas such as research, community outreach, education and climate change. SFI oversees the standards for certification of more than 360 million acres of timberland in North America and 63 million acres in the United States. SFI forest certification is based on 15 objectives, 37 performance measures, and 101 indicators that are centered around promoting sustainable forest management practices. These include forest management planning, prompt reforestation, protection of water quality, wildlife habitat management, recreational opportunities, protection of species at risk, forest research, forest education, and community outreach. To meet certification standards, our forest management practices are reviewed through an annual surveillance audit and full recertification audits every five years. In 2022 the SFI Forest Management surveillance audit was in Idaho which resulted in successful recertification and zero non-conformances.

**Forest risk commodity**

Timber products

**Third-party certification scheme**

FSC Forest Management certification

**Chain-of-custody model used**

&lt;Not Applicable&gt;

**% of total production/consumption volume certified**

36

**Form of commodity**

Softwood logs

**Volume of production/ consumption certified**

2130650

**Metric for volume**

Metric tons

**Is this certified by more than one scheme?**

Yes

**Is embedded soy certified through this scheme?**

&lt;Not Applicable&gt;

**Please explain**

36% of 2022 timber production volumes are certified to FSC Forest Management standards. FSC sets standards for responsible forest management on more than 587 million acres in 82 countries worldwide. Over 36 million acres are FSC certified in the United States. FSC's mission is to promote environmentally sound, socially beneficial and economically prosperous management of the world's forests. FSC certification is based on 10 principles, 57 criteria, and 200 indicators that include compliance with laws, Indigenous rights, conservation of biological diversity and high conservation value forests, water quality protection, community relations, and workers' rights. Our decision to have dual certification of our timberlands through FSC reflects the specifications of some of our customers who produce paper and packaging that are sold to international consumers who prefer FSC product certification. FSC surveillance audits are conducted annually with a full re-certification every five years. In 2022 the FSC audit was conducted in Arkansas and resulted in successful recertification with zero non-conformances.

**Forest risk commodity**

Timber products

**Third-party certification scheme**

SFI Fiber Sourcing certification

**Chain-of-custody model used**

&lt;Not Applicable&gt;

**% of total production/consumption volume certified**

100

**Form of commodity**

Hardwood logs

Softwood logs

**Volume of production/ consumption certified**

2739698

**Metric for volume**

Metric tons

**Is this certified by more than one scheme?**

No

**Is embedded soy certified through this scheme?**

<Not Applicable>

**Please explain**

100% of 2022 timber consumption at our wood products facilities was SFI Fiber Sourcing certified. Approximately 2.7 million metric tons (3.02 million US tons) were purchased from external timberlands to our wood products facilities. All seven of our wood products facilities are certified to the SFI Fiber Sourcing standard, which provides structure to how we, as an SFI Program participant, purchase fiber from both certified and non-certified forestland. This standard is designed to extend the positive reach of sustainable forestry information to landowners on such practices as forestry best management practices for water quality, wildlife and biodiversity, use of professional logging contractors and avoiding controversial sources such as illegal logging. Specifically, the SFI Fiber Sourcing Standard has 14 Principles, 13 Objectives, 21 Performance Measures and 55 Indicators, all designed to promote responsible procurement. This certification allows us to use the SFI "Certified Sourcing" label to promote that our products come from responsibly and sustainably sourced fiber. In addition to sharing sustainable forestry information with landowners, we also must demonstrate adherence to all federal, state and local forestry laws, invest in forestry research, science and technology, and develop verifiable monitoring systems to evaluate the use of best management practices across the geographic area where we procure wood. Our 2022 SFI Fiber Sourcing audits were conducted at our St. Maries and Gwinn wood products facilities and no non-conformances were found. Our procedures for ensuring chain of custody legal compliance are internally and externally audited. Suppliers that are in non compliance with our fiber sourcing requirements are provided information and then re-evaluated for compliance in a subsequent audit. If compliance is not adequate, they are no longer allowed to be a supplier for us. All our sourcing is verified to be from legal, responsible sources and produced by trained logging contractors.

**Forest risk commodity**

Timber products

**Third-party certification scheme**

FSC Chain of Custody

**Chain-of-custody model used**

<Not Applicable>

**% of total production/consumption volume certified**

59

**Form of commodity**

Hardwood logs

Softwood logs

**Volume of production/ consumption certified**

1616422

**Metric for volume**

Metric tons

**Is this certified by more than one scheme?**

No

**Is embedded soy certified through this scheme?**

<Not Applicable>

**Please explain**

59% of 2022 timber consumption at all of our wood products facilities was FSC Chain of Custody certified. Our Gwinn, Michigan, and Warren and Waldo, Arkansas, wood products facilities are FSC Chain of Custody certified, which means we track the path of our products from the forest through the supply chain, ensuring that FSC-certified material is identified from non-certified material throughout that chain. 100% of the 2022 timber consumption at these three wood products facilities was FSC Chain of Custody certified. Our 2022 FSC Chain of Custody audits were completed at our Gwinn and Waldo wood products facilities and no major or minor non-conformances were found. Our procedures for ensuring chain of custody legal compliance are internally and externally audited. Suppliers that are in non compliance with our fiber sourcing requirements are provided information and then re-evaluated for compliance in a subsequent audit. If compliance is not adequate, they are no longer allowed to be a supplier for us. All our sourcing is verified to be from legal, responsible sources and produced by trained logging contractors.

**Forest risk commodity**

Timber products

**Third-party certification scheme**

FSC Controlled Wood

**Chain-of-custody model used**

<Not Applicable>

**% of total production/consumption volume certified**

35

**Form of commodity**

Hardwood logs

Softwood logs

**Volume of production/ consumption certified**

958894

**Metric for volume**

Metric tons

**Is this certified by more than one scheme?**

No

**Is embedded soy certified through this scheme?**

<Not Applicable>

**Please explain**

35% of 2022 timber consumption at all of our wood products facilities was FSC Controlled Wood certified. Wood delivered to our Gwinn, Michigan, and Warren and Waldo, Arkansas, wood products facilities fall under the FSC Controlled Wood system. FSC Chain of Custody certification requires that wood that is procured from land not FSC-certified falls under the FSC Controlled Wood system. The Controlled Wood standard in turn requires that the non-certified wood we purchase does not come from undesirable sources. FSC considers all of the following undesirable sources: illegally harvested forests; forests that were harvested in violation of traditional and civil rights;

forests where High Conservation Values are threatened by management activities; natural forests that were converted to non-forest uses; and forests with genetically modified trees.

## F6.4

**(F6.4) For your disclosed commodity(ies), do you have a system to control, monitor, or verify compliance with no conversion and/or no deforestation commitments?**

	A system to control, monitor or verify compliance	Comment
Timber products	Yes, we have a system in place for our no conversion and/or deforestation commitments	<Not Applicable>
Palm oil	<Not Applicable>	<Not Applicable>
Cattle products	<Not Applicable>	<Not Applicable>
Soy	<Not Applicable>	<Not Applicable>
Other - Rubber	<Not Applicable>	<Not Applicable>
Other - Cocoa	<Not Applicable>	<Not Applicable>
Other - Coffee	<Not Applicable>	<Not Applicable>

## F6.4a

**(F6.4a) Provide details on the system, the approaches used to monitor compliance, the quantitative progress, and the non-compliance protocols, to implement your no conversion and/or deforestation commitment(s).**

### Forest risk commodity

Timber products

### Operational coverage

Direct operations

Supply chain

### Description of control systems

We conduct a due diligence procedure to reduce the risk of sourcing from converted lands. The due diligence system is subject to annual internal and external auditing. Through our SFI certification we evaluate the growth-to-drain ratio of our timberlands annually to ensure sustainable harvests. In addition, trained loggers are utilized and contract requirements with suppliers are in place to not deliver wood from conversion sites. Contractors are required to maintain BMP compliance and promote and provide education and outreach to landowners for reforestation, wildlife, water and fish conservation, maintenance of site productivity, control of invasive species, protection of special sites and forests with exceptional conservation value, and reduction of wildfire risk.

### Monitoring and verification approach

Ground-based monitoring system

First-party verification

Third-party verification

### % of total volume in compliance

91-99%

### % of total suppliers in compliance

91-99%

### Response to supplier non-compliance

Retain & engage

### % of non-compliant suppliers engaged

<10%

### Procedures to address and resolve non-compliance with suppliers

Providing information on appropriate actions that can be taken to address non-compliance

### Please explain

Our procedures for ensuring chain of custody legal compliance are internally and externally audited. Suppliers that are in non-compliance are provided information and then re-evaluated for compliance in a subsequent audit. If compliance is not adequate, they are no longer allowed to be a supplier for us. Loggers are required to undergo training to ensure SFI certification and state BMP compliance. We have maintained SFI Forest Management certification on 100% of our managed timberlands and have maintained SFI Fiber Sourcing Certification on 100% of our procured wood fiber. Internal and external audits found no non-compliances in 2022. When internal harvests are completed stands go through a close out process to ensure that all BMPs and SFI requirements are met, and any infractions are immediately resolved before the harvested can be considered completed.

## F6.7

**F6.7) Are you working with smallholders to support good agricultural practices and reduce deforestation and/or conversion of natural ecosystems?**

	Are you working with smallholders?	Type of smallholder engagement approach	Smallholder engagement approach	Number of smallholders engaged	Please explain
Timber products	Yes, working with smallholders	Supply chain mapping Capacity building	Supplier audits Disseminating technical materials	84	Our Procurement foresters and contractors work directly with small landowners and we are active supporters of SFI State Implementation Committees that emphasize and work collaboratively to provide resources to landowners. Our work with SFI State Implementation Committees includes developing and disseminating educational materials to help landowners successfully reforest, protect water quality and conserve wildlife habitat. Providing education and assistance to small landowners is important because they are an important and vital source for our wood supply. The committees also fund logger training and ensure that continuing education is relevant and available to contractors. Our procurement foresters directly work with landowners throughout the harvest cycle, including purchase of timber, execution of harvests, best management practice use, and assistance with reforestation.
Palm oil	<Not Applicable>	<Not Applicable>	<Not Applicable>	<Not Applicable>	<Not Applicable>
Cattle products	<Not Applicable>	<Not Applicable>	<Not Applicable>	<Not Applicable>	<Not Applicable>
Soy	<Not Applicable>	<Not Applicable>	<Not Applicable>	<Not Applicable>	<Not Applicable>
Other - Rubber	<Not Applicable>	<Not Applicable>	<Not Applicable>	<Not Applicable>	<Not Applicable>
Other - Cocoa	<Not Applicable>	<Not Applicable>	<Not Applicable>	<Not Applicable>	<Not Applicable>
Other - Coffee	<Not Applicable>	<Not Applicable>	<Not Applicable>	<Not Applicable>	<Not Applicable>

**F6.8**

**(F6.8) Indicate if you are working with your direct suppliers to drive action on forests-related issues and if so, provide details of the engagement.**

**Forest risk commodity**

Timber products

**Are you working with direct suppliers?**

Yes, working with direct suppliers

**Action(s) on forests-related issues driven by engagement**

Ending deforestation and/or conversion of other ecosystems

**Type of engagement**

Supply chain mapping  
Capacity building

**Details of engagement**

Supplier audits  
Offering on-site training and technical assistance

**Description of engagement**

We require that contractors maintain the continuing education requirements that each SFI State Implementation Committees requires for maintaining Pro Logger training. We hold annual internal EMS training and track participation for logging and other contractors that work in our timberlands. Our training focuses on helping contractors understand all applicable environmental requirements. We maintain an open dialogue with contractors, respond to questions and provide detailed information on questions of compliance and improving implementation and effectiveness of best management practices. The logging companies that work in our timberlands are often run by individuals with decades of experience working in forests, with significant investment in equipment to handle different types of terrain, weather and differing log sizes. These crews have expertise in understanding harvest prescriptions and best management practices, including protecting streamside management zones and water crossings, and minimizing soil disturbance.

**% of suppliers engaged by procurement spend covered by engagement**

100

**Explain the impact of your engagement on the selected action**

As part of our SFI certification we conduct audits, either ourselves, through third-parties, or through state or regional audit programs These audits allow us to understand the implementation trends of BMP's across our sourcing regions. Depending on the results of these audits, we work with suppliers to provide additional sustainable forestry information and/or with our state SFI Implementation Committees to refine our logger training programs.

**Is this engagement helping your suppliers engage with their suppliers on the selected action?**

Yes

**Does this engagement contribute to achieving a reported target?**

Yes, please specify target ID(s) (GHG reductions and carbon removals.)

**F6.9**

**(F6.9) Indicate if you are working beyond your first-tier supplier(s) to drive action on forests-related issues, and if so, provide details of the engagement.**

**Forest risk commodity**

Timber products

**Are you working beyond first tier?**

Yes, working beyond first tier

**Action(s) on forest-related issues driven by engagement**

Ending deforestation and/or conversion of other ecosystems

**Type of engagement**

Supply chain mapping  
Capacity building

**Details of engagement**

Supplier questionnaires on environmental and social indicators  
Offering on-site training and technical assistance  
Disseminating technical materials

**Description of engagement**

Our Supply Chain includes very few suppliers that are not tier one suppliers. Our SFI Fiber Sourcing procedures include procedures to avoid conversion sources including deforestation. All sourcing from uncertified lands is monitored for conversion/deforestation sources. We conduct a due diligence procedure to reduce the risk of sourcing from converted/deforested lands. The due diligence system is subject to annual internal and external auditing. In addition, trained loggers are utilized and contract requirements with suppliers are in place to not deliver wood from conversion/deforestation sites.

**Explain the impact of your engagement on the selected action**

In 2022 we sourced 34% of our raw materials directly from lands that we manage or own and the remaining 66% of material directly from private land owners and other forest management companies. We ensure that external wood purchased for our wood products facilities are third-party certified which grants that the wood did not originate from controversial sources and utilizes qualified resources and logging professionals.

**Does this engagement contribute to achieving a reported target?**

Yes, please specify target ID(s) (Third-party certification)

**F6.10**

**(F6.10) Do you engage in landscape (including jurisdictional) approaches to progress shared sustainable land use goals?**

	Do you engage in landscape/jurisdictional approaches?	Primary reason for not engaging in landscape and/or jurisdictional approaches	Explain why your organization does not engage in landscape/jurisdictional approaches, and describe plans to engage in the future
Row 1	Yes, we engage in landscape/jurisdictional approaches	<Not Applicable>	<Not Applicable>

**F6.10a**

**(F6.10a) Indicate the criteria you consider when prioritizing landscapes and jurisdictions for engagement in collaborative approaches to sustainable land use and provide an explanation.**

	Criteria for prioritizing landscapes/jurisdictions for engagement	Explain your process for prioritizing landscapes/jurisdictions for engagement
Row 1	Ability to contribute to/ build on existing landscape and/or jurisdictional approaches	Company actions align with already established jurisdictional and/or landscape initiative priorities in area. Company has operational presence in area.

**F6.10b**

**(F6.10b) Provide details of your engagement with landscape/jurisdictional approaches to sustainable land use during the reporting year.**

**Landscape/Jurisdiction ID**

LJ1

**Country/Area**

United States of America

**Name of landscape or jurisdiction area**

Alabama, Arkansas, Georgia, Idaho, Louisiana, Mississippi, and South Carolina.

**Types of partners engaged in the initiative design and implementation**

National government  
Subnational government  
Local forest/rural associations  
Local communities

**Type of engagement**

Partner: Shared responsibility in the implementation of multiple goals

**Goals supported by engagement**

Avoided deforestation/conversion of natural ecosystems and/or decreased degradation rate  
Forest fires monitored and prevented  
Biodiversity protected and/or restored  
Promotion of transparency, participation, inclusion, and coordination in landscape policy, planning, and management

**Company actions supporting approach**

Collaborate on management/land use planning in the landscape/jurisdiction  
Collaborate on establishing and managing monitoring system(s) for deforestation, natural ecosystem conversion and/or degradation  
Collaborate on establishing and managing monitoring system(s) for biodiversity, habitat fragmentation and/or threats to IUCN Red List species in priority areas  
Engage stakeholders on importance of conservation, restoration and/or rehabilitation

**Description of engagement**

We are involved in a number of different approaches across our ownership, based on our geographic location, company goals and adjacent landowner willingness to participate.

- very high level involvement in protection of a federally endangered species (Red-Cockaded Woodpecker) on our land (Moro Big Pine Conservation Area), where we manage with input from federal and state wildlife agencies, as well as private conservation organizations
- very high level involvement in Mica Creek Experimental Watershed study to research the effects of modern forest best management practices on stream quality
- cooperative forest road building initiatives with federal, state and private landowners to minimize sedimentation into streams, minimization of maintenance issues and costs
- cooperative fire response programs with state agencies and cooperatives to minimize damage to our own and adjacent landowners properties via quick response and adequate funding.

**Engagement start year**

1990

**Engagement end year**

Not defined

**Estimated investment over the project period (currency)**

**Is a collective monitoring framework used to measure progress?**

Yes, progress is monitored using an internally defined framework

**State the achievements of your engagement so far, and how progress is monitored**

We are actively restoring and managing a 6,459-hectare pine flatwoods site located in southern Arkansas known as Moro Big Pine Wildlife Management Area and Natural Area (Moro Big Pine). Moro Big Pine is managed in partnership with Arkansas Game and Fish Commission, Arkansas Natural Heritage Commission, and the Nature Conservancy. The conservation partners hold a perpetual conservation easement focused on restoring and maintaining a fire-maintained pine ecosystem with intervening natural hardwoods. Moro Big Pine supports a growing population of federally listed endangered red-cockaded woodpeckers managed according to a Habitat Conservation Plan approved by the US Fish and Wildlife Service. Forest management is focused on restoring and managing the natural stands of loblolly and shortleaf pine native to the flatwoods site. Active management is used to restore natural fire regimes, thin overstocked stands and open the canopy. The red-cockaded woodpecker has benefited from the forest and habitat management and installation of cavity inserts for nesting and roosting. Annual monitoring reveals the population has grown from 9 groups with 24 adults in 2003 to 31 groups with 80 adults in 2022. Over this period, 153 cavity inserts were installed, and the population growth rate has been as high as any observed over the range of red-cockaded woodpeckers.

In 1990, with help from the U.S. Forest Service and the Idaho Department of Lands, we established the Mica Creek Experimental Watershed, an area in Idaho comprising 2,700 hectare catchments of Mica Creek, a tributary of the St. Joe River. We created this "living laboratory" to conduct a multi-decade study of the effects of forest best management practices on stream quality. We have worked with scientists to collect data on the effects of tree harvesting, road building, and other practices. The results are published in independent, peer-reviewed academic journals such as Forest Science. In our leadership roles serving on the Idaho Forest Practices Act Committee, we work to incorporate the results of the Mica research into effective Forest Practices Act rules. The conclusions to date show that forest management that adheres to best management practices has little to no adverse effect on streams. In collaboration with the University of Idaho, we will continue to collect data on water flow, sedimentation, fish, and other key environmental conditions in the watershed to provide ongoing evaluation of our forest practices.

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F6.10c

**(F6.10c) For each of your disclosed commodities, provide details of the production/consumption volumes from each of the jurisdictions/landscapes you engage in.**

Indicate landscape/jurisdiction ID	Does any of your commodity production/consumption volume originate from this landscape/jurisdiction, and are you able/willing to disclose information on this volume?	Commodity	% of total production/consumption volume from this landscape/jurisdiction
LJ1	Yes, we do produce/consume from this landscape/jurisdiction, and we are able/willing to disclose volume data	Timber products	25
LJ2	Yes, we do produce/consume from this landscape/jurisdiction, and we are able/willing to disclose volume data	Timber products	75

## F6.11

**(F6.11) Do you participate in any other external activities and/or initiatives to promote the implementation of your forests-related policies and commitments?**

### Forest risk commodity

Timber products

### Do you participate in activities/initiatives?

Yes

### Activities

Involved in multi-partnership or stakeholder initiatives

### Country/Area

United States of America

### Subnational area

Not applicable

### Initiatives

Global Reporting Initiative (GRI) Community Member  
 Forest Stewardship Council (FSC)  
 Sustainable Forestry Initiative (SFI)  
 Other, please specify (Forest Climate Working Group)

### Please explain

Multi-partnerships or stakeholder initiatives - PotlatchDeltic works within several national and state forestry and wood products industry associations. The topics we have been engaged in vary from state issues to broader national matters. Our forestry focused initiative involvement includes membership and active involvement in the state forestry associations in the states where we operate. Our state involvement supports sustainable forestry practices, programs, and policies for landowners and forest business owners. Key national organizations we are members of and actively participate in include: the Forest Stewardship Council (FSC), where we serve on the board and committees; National Alliance of Forest Owners (NAFO) a National advocacy organization committed to advancing federal policies that ensure our working forests provide clean air, clean water, wildlife habitat and jobs through sustainable practices and strong markets, where we serve on the board and committees; and Sustainable Forestry Initiative (SFI), where we serve on committees. We prepared our 2022 ESG Report with reference to GRI standards.

### Forest risk commodity

Timber products

### Do you participate in activities/initiatives?

Yes

### Activities

Engaging with policymakers or governments

### Country/Area

United States of America

### Subnational area

Not applicable

### Initiatives

<Not Applicable>

### Please explain

PotlatchDeltic works within several national and state forestry and wood products industry associations. The topics we have been engaged in vary from state issues to broader national matters. Our forestry focused initiative involvement includes membership and active involvement in all the state forestry association in the states where we operate. Our state involvement supports sustainable forestry practices, programs, and policies for landowners and forest business owners. Key national organizations we are members of and actively participate in include: the Forest Stewardship Council (FSC), where we serve on the board and committees; National Alliance of Forest Owners (NAFO) a National advocacy organization committed to advancing federal policies that ensure our working forests provide clean air, clean water, wildlife habitat and jobs through sustainable practices and strong markets, where we serve on the board and committees; and the Sustainable Forestry Initiative (SFI), where we serve on committees.

## F6.12

**(F6.12) Is your organization supporting or implementing project(s) focused on ecosystem restoration and long-term protection?**

Yes



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**(F6.12a) Provide details on your project(s), including the extent, duration, and monitoring frequency. Please specify any measured outcome(s).**

**Project reference**

Project 1

**Project type**

Forest ecosystem restoration

**Expected benefits of project**

Reduce/halt biodiversity loss

**Is this project originating any carbon credits?**

Yes

**Description of project**

We are actively restoring and managing a 6,459-hectare pine flatwoods site located in the West Gulf Coastal Plain physiographic province in southern Arkansas known as Moro Big Pine Wildlife Management Area and Natural Area (hereafter, Moro Big Pine). Moro Big Pine is managed by PotlatchDeltic in partnership with Arkansas Game and Fish Commission, Arkansas Natural Heritage Commission, and the Nature Conservancy. The company holds title to the land and the conservation partners hold a perpetual conservation easement focused on restoring and maintaining a fire-maintained pine ecosystem with intervening natural hardwoods occupying the riparian forest along streams and rivers. The easement also provides for public access and the area receives use for hunting, hiking and observation of nature.

Moro Big Pine also supports a growing population of federally listed endangered red-cockaded woodpeckers that is managed according to a Habitat Conservation Plan approved by the US Fish and Wildlife Service.

Forest management on Moro Big Pine is focused on restoring and managing the natural stands of loblolly and shortleaf pine native to the flatwoods site. Historically these stands had frequent fire that maintained pine-dominated sub climax conditions with open canopies and rich herbaceous ground cover with limited hardwood brush or mid-story. PotlatchDeltic has applied active management to restore natural fire regimes, thin overstocked stands and open the canopy. The company has reintroduced a cycle of frequent prescribed burning resulting in 60,728 acres of burning since 2003. Forest thinning and improvement harvests have covered 14,036 acres over the same period. The restoration of open, mature pine forests with lush herbaceous understory has largely been completed and ongoing management is targeted at maintaining these conditions over the long term.

The red-cockaded woodpecker population has benefited from the forest management, habitat management and installation of cavity inserts that are used for nesting and roosting. Annual monitoring of the population reveals it has grown from 9 groups with 24 adults in 2003 to 31 breeding groups with 80 adults in 2022. Over this period, 153 cavity inserts were installed, and the population growth rate has been as high as any observed over the range of red-cockaded woodpeckers.

**Where is the project taking place in relation to your value chain?**

Project based in area with direct operations

**Start year**

2006

**Target year**

Indefinitely

**Project area to date (Hectares)**

6459

**Project area in the target year (Hectares)**

6459

**Country/Area**

United States of America

**Latitude**

33.408

**Longitude**

-94.475

**Monitoring frequency**

Six-monthly or more frequently

**Total investment over the project period (currency)****For which of your expected benefits are you monitoring progress?**

Reduce/halt biodiversity loss

**Please explain**

The reporting of measured outcomes by PotlatchDeltic and our contractors is completed annually and includes status and reproductive monitoring of red-cockaded woodpecker, habitat and natural area condition, summary of acreage prescribed burned, and harvest acreage, volume and conditions, and the amount of carbon sequestered and stored above baseline. The results for red-cockaded woodpecker have been excellent and are described in the previous section as are the amount of burning, restoration harvesting and habitat management. The Arkansas Game and Fish Commission collects information on abundance of focal species including wild turkey, bobwhite quail and ground nesting songbirds. They also collect harvest data on white-tailed deer and wild turkey. Moro Big Pine is one of the most productive wildlife areas for public use and game harvest rates per acre.

A meeting of the company, conservation easement holder partners, and local stakeholders is held annually. Updates on forest management completed, red-cockaded woodpecker monitoring, recreational use and game harvest are provided. A field tour is held in conjunction with the annual meeting and on-the-ground conditions are observed and discussed. Collaboration and discussion results in adjustments to management to achieve and maintain the easement goals. The Moro Big Pine Partnership has created a strong public-private conservation effort that is expanding to private lands in the vicinity of the area. Management of the area has been lauded by the conservation partners and recreational users and satisfaction with the easement conditions is high.

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**Project reference**

Project 2

**Project type**

Forest ecosystem restoration

**Expected benefits of project**

Improvement of water availability and quality  
Reduce/halt biodiversity loss

**Is this project originating any carbon credits?**

No

**Description of project**

The Townsend Conservation Easement is a relatively natural area which contains aquatic communities in which several species of fish, plants, and other wildlife ecosystems exist, contains wetland habitats that support nesting areas for protected species, has significant recreational, forest, and education values, and contains areas integral to the Altamaha River watershed. The Altamaha River watershed is the third largest watershed on the eastern seaboard of the United States. It contains important terrestrial, riverine, and estuarine systems, consists of significantly important natural areas, and the conservation easement provides an important buffer to these areas. This conservation easement was created for the purpose of maintaining and enhancing water quality, protecting the wildlife habitat, natural, scenic, forest, recreational, and open space values. The conservation easement is 1,758 hectares and located in Long and McIntosh counties in coastal Georgia.

**Where is the project taking place in relation to your value chain?**

Project based in area with direct operations

**Start year**

2006

**Target year**

Indefinitely

**Project area to date (Hectares)**

1758

**Project area in the target year (Hectares)**

1758

**Country/Area**

United States of America

**Latitude**

31.383035

**Longitude**

-81.405141

**Monitoring frequency**

Annually

**Total investment over the project period (currency)****For which of your expected benefits are you monitoring progress?**

Improvement of water availability and quality  
Reduce/halt biodiversity loss

**Please explain**

The purpose of the Townsend Conservation easement is to protect "conservation value" defined in the contract as the "natural, scenic, forest, recreational and open space values of the protected property: including wildlife and wildlife habitat for indigenous and migratory species, native flora and fauna and the ecological processes that support them; upland and lowland forest communities; protected animal species and other plant, plant communities, and animals; air and water quality including major watershed areas and riparian and aquatic habitats." The Townsend Conservation Easement prevents fragmentation and/or conversion of existing open spaces and forested areas.

## F7. Verification

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### F7.1

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**(F7.1) Do you verify any forests information reported in your CDP disclosure?**

Yes

### F7.1a

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**(F7.1a) Which data points within your CDP disclosure have been verified, and which standards were used?**

**Disclosure module**

F6. Implementation

**Data points verified**

Timberlands production of 5,896,701 metric green tons was verified through our financial and environmental systems. Disclosed in F6.3a

**Verification standard**

SFI and FSC Forest Management Standards

**Please explain**

Verification of harvest volume production and its compliance with environmental system requirements is accomplished using external audits to verify compliance with the SFI Forest Management standard (100% of volume) and FSC forest management standard (36% of volume). Verification occurs annually and applies to all operations and all production.

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**Disclosure module**

F6. Implementation

**Data points verified**

Mill consumption of metric green tons. Disclosed in F6.3a

**Verification standard**

SFI Fiber Sourcing and FSC CoC and Controlled Wood Standards

**Please explain**

Verification of consumption volume and its compliance with environmental system requirements is accomplished using external audits to verify compliance with SFI Fiber Sourcing (100% of volume) and FSC CoC and Controlled Wood (59% and 35%, respectively) standard compliance. Audits occur annually for all sourcing types at all of our mills.

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**F8. Barriers and challenges**

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**F8.1**

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**(F8.1) Describe the key barriers or challenges to eliminating deforestation and/or conversion of other natural ecosystems from your direct operations or from other parts of your value chain.**

**Forest risk commodity**

Timber products

**Coverage**

Direct operations  
Supply chain

**Primary barrier/challenge type**

Other, please specify (No risk)

**Comment**

PotlatchDeltic does not face significant challenges in eliminating deforestation or conversion in our direct operations or in our value chain. We manage our forests sustainably using best management practices. Our wood products facilities procurement program has full control over how we source logs and we commit that they are sourced in a manner that protects the many values the forests provide. We use both SFI Fiber Sourcing and FSC Chain of Custody programs to assure that the wood we purchase to make our products originates from responsible sources. Risks associated with illegal logging do not pose challenges in the areas where we operate.

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**F8.2**

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**(F8.2) Describe the main measures that would improve your organization’s ability to manage its exposure to deforestation and/or conversion of other natural ecosystems.**

**Forest risk commodity**

Timber products

**Coverage**

Direct operations  
Supply chain

**Main measure**

Increased demand for certified products

**Comment**

PotlatchDeltic does not face significant challenges in eliminating deforestation or conversion. 100% of our timberlands are certified to SFI forest management standards and 70% of our Arkansas and Louisiana timberlands are certified to FSC forest management standards. We use both SFI Fiber Sourcing and FSC Chain of Custody programs to assure that the logs we purchase at our wood products facilities originate from responsible sources. However, the broader industry could better manage deforestation and conversion risks through greater education and engagement with timberland owners and wood fiber suppliers to promote sustainable forest management. In addition, policymakers, non-governmental organizations (NGOs) and the overall public could increase their appreciation and understanding of the value of sustainable working forests in promoting water quality, wildlife habitat and reforestation. For example, there is a lack of awareness that forest volumes have actually increased since 1953 on a stable forestland acreage base. This remains a reputational challenge for the industry and for PotlatchDeltic. Increased demand for sustainably managed timber as part of the solution to climate change through carbon offset markets or through increased use of wood products in building would promote the benefits of sustainable forest management and certification

**F17 Signoff**

**F-FI**

**(F-FI) Use this field to provide any additional information or context that you feel is relevant to your organization’s response. Please note that this field is optional and is not scored.**

**Cautionary Statement About Forward-Looking Information**

The answers to this questionnaire contain certain forward-looking statements within the meaning of the federal securities laws. Words such as “expect,” “will,” “goal,” “target,” “continue,” “seek,” “can,” “may,” “likely,” “potential,” “would,” and similar expressions and references to achievement of objectives by a future date are intended to identify such forward-looking statements. These statements reflect management’s views of future events based on estimates and assumptions and are therefore subject to known and unknown risks, uncertainties, and other factors, and are not guarantees of future conduct, results, or policies. Please view the Cautionary Statement Regarding Forward-Looking Information on page 134 of PotlatchDeltic’s 2022 ESG Report.

**F17.1**

**(F17.1) Provide the following information for the person that has signed off (approved) your CDP forests response.**

	<b>Job Title</b>	<b>Corresponding job category</b>
Row 1	Vice President, Public Affairs and Chief ESG Officer	Other C-Suite Officer

**Submit your response**

**In which language are you submitting your response?**

English

**Please confirm how your response should be handled by CDP**

	<b>I understand that my response will be shared with all requesting stakeholders</b>	<b>Response permission</b>
Please select your submission options	Yes	Public

**Please confirm below**

I have read and accept the applicable Terms