Canada’s Climate Investment Taxonomy:
Canada is making it easier for investors to align and mobilize private capital for a net zero future.

The proposed taxonomy framework will define and classify activities under two categories, based on their degree of risk and opportunity in the net zero transition.

**Green-eligible Investments**
*Financing activities that:*
- Generate low-or zero greenhouse gas emissions; or,
- Directly enable low-emitting activities; and,
- Produce goods and services the world needs more of on 1.5°C pathways
  - Solar & wind power
  - Hydrogen production from low-carbon electricity
  - Batteries & storage technologies
  - Electricity transmission lines
  - Hydrogen pipelines

**Transition-eligible Investments**
*Investing to help significantly reduce emissions in two types of high-polluting activities:*
- Those facing stable or growing global demand on 1.5°C pathways and lacking low-emitting alternatives.
  - Installing an electric arc furnace at a steel plant
  - Building a new blue hydrogen facility with a high emissions capture rate
- Existing projects facing declining global demand with emissions profiles and lifespans that align with 1.5°C pathways.
  - Installing world-leading methane capture on an existing natural gas project.
  - Installing carbon capture, utilization, and storage on an existing oilsands facility.

**Certain activities are ineligible, including**
- Any projects related to solid fossil fuels, like coal.
- New oil and gas projects, or significant expansions of existing projects.

Learn more at: isfcanada.org