



Forest Carbon Works

Carbon Projects for Small Landowners

Securing Northeast Forest Carbon
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Overview

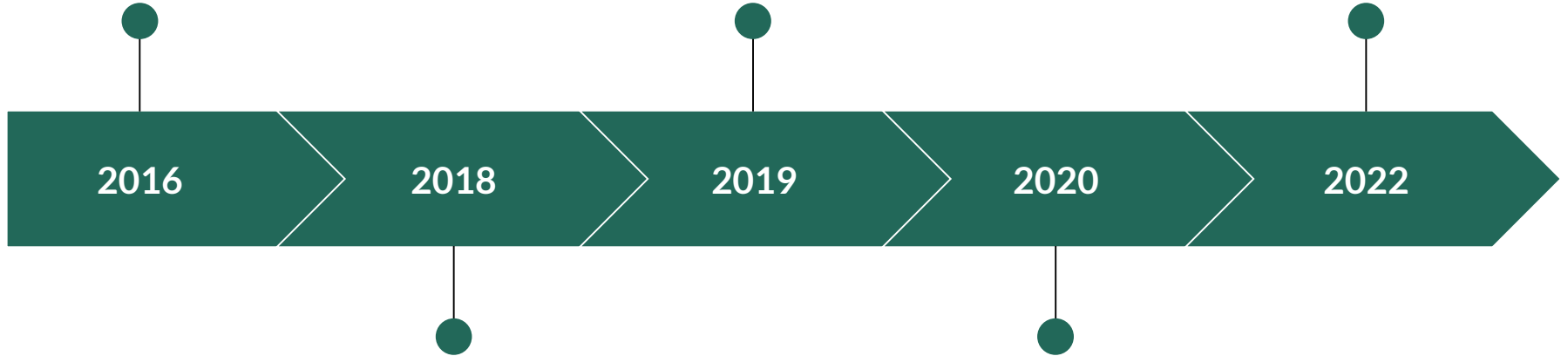
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Launch of service platform under EP Carbon; first pilot inventories

Additional Oregon projects initiated

Launch of Chestnut of Carbon, VCS (voluntary) product pilot



First small landowner project verified under ARB

FCW becomes a public benefit corporation and begins scaling

*Small family forest owners make up
39% of forest ownership in the U.S.*



Compliance Forest Carbon Projects

Real, Permanent, Additional

- Verified methodologies
- High credit pricing
- Oversight and integrity
- ARB Registered

Long-term Conservation

- Co-benefits
 - Securing legacies
 - Empowering stewardship
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Our Process



1
You apply online
ForestCarbonWorks.com



2
We send a real person to
assess your forest



3
We calculate your
annual payment



4
You become a member

— Streamlining Access

Minimize Costs

- Standardized platform
- Reduced inventory, development, verification
- No major upfront costs or commitment
- Spread fixed costs regionally

Remove Complexity

- Paid per acre per year
- Six-year renewable contracts
- FCW handles all heavy lifting



25 years: PAYMENT PERIOD

- Credits are earned
- Annual payments
- Harvesting allowed
- Modify forest management activities
- Update management plan with assistance
- Start 6-year renewable contracts
- Diversified revenues
- Membership benefits

100 years: LEGACY PERIOD

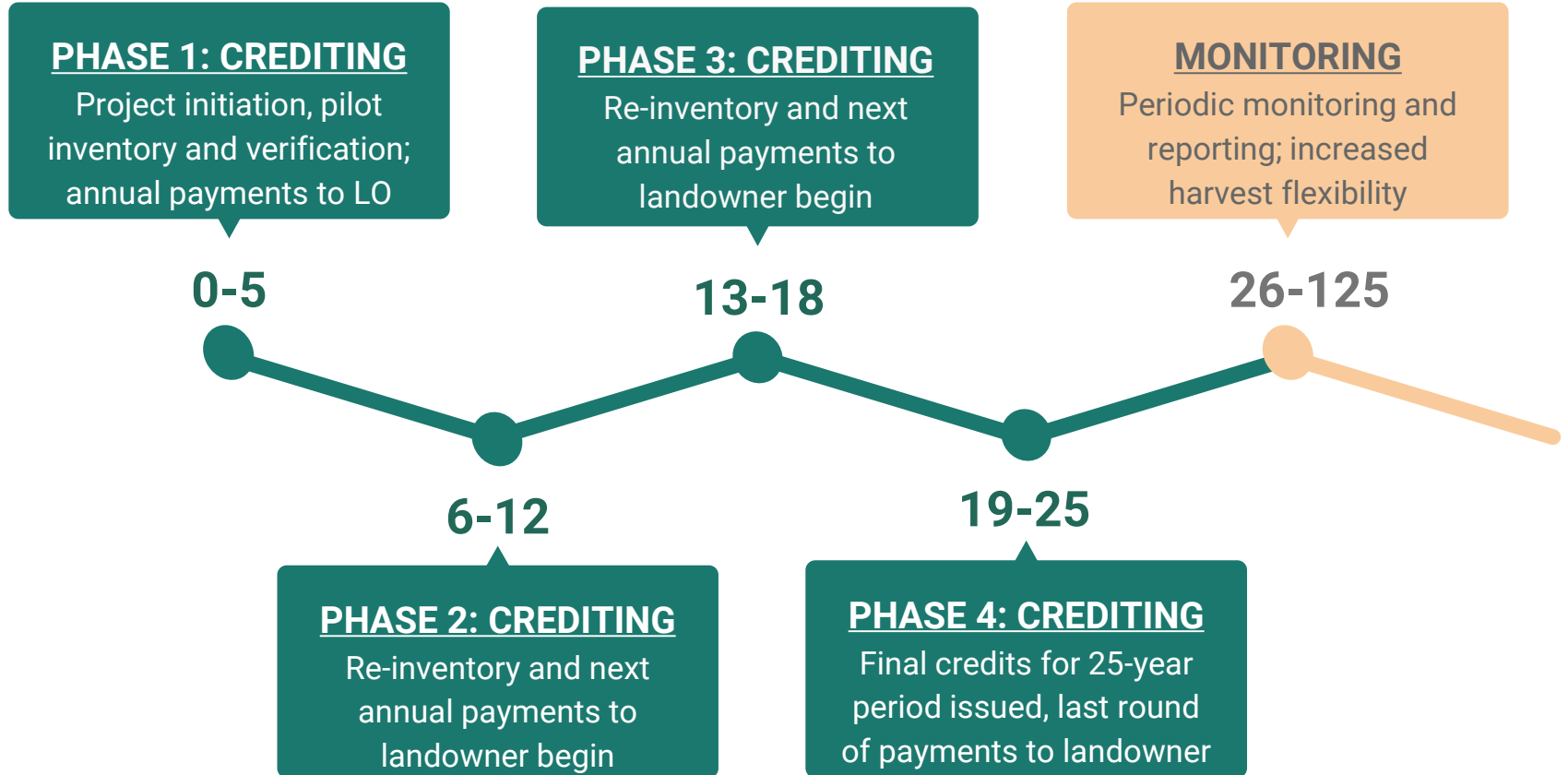
- Crediting can be renewed
- Harvesting allowed
- Additional harvesting flexibility
- Long-term monitoring trust



Project Development Timeline



Project Timeline



What is required?

Pre-Requisites

- Minimum of 40 acres
- Must own timber rights
- No overly restrictive easements
- Must enroll all forest ownership
- Cannot have participated in another carbon program

Responsibilities

- Long-term commitment (125 years)
 - Provide access to FCW team and forest technicians
 - Coordinate commercial harvests with FCW
 - Annual reporting and periodic re-measurement
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Our Landowners

Oregon

- 5 projects
- 54 acres – 380 acres

Vermont

- 3 projects
- 270 acres – 2,900 acres

Maine

- 1 project
- 1,900 acres

West Virginia

- 1 project
- 720 acres



Progress To Date

- 3,000 landowners
- 200 inventories
- 122,000 acres (66,000 in the Northeast)
- \$10-\$100+/acre per year (dependent on age and stocking)
- Nationally available

Forester Involvement

- Referring forester program
 - Up to \$1.50 per acre
- Licensed foresters visit all projects
- 5 on-staff foresters

FAQs

- ❖ **Can you be in a tax program and FCW's carbon program?**
 - Yes, as long as you can meet the requirements of both programs.
- ❖ **What happens if there is a disturbance event like an ice storm or EAB?**
 - All projects contribute a percentage of their credits to a buffer pool (similar to an insurance account) to protect against this.
- ❖ **Can I harvest in your program?**
 - Harvesting is allowed in coordination with our foresters to confirm removals do not interfere with crediting.
- ❖ **Do you account for HWP (harvested wood products)?**
 - We account for multiple classes of HWP including long-lived wood products.
- ❖ **How is your methodology accounting for market-shifting leakage?**
 - A 20% credit reduction is added to all projects following the ARB Protocol to account for market-shifting leakage.

Shifting the Conservation Paradigm



Using carbon finance to help landowners secure their legacy, save their land, and ensure it will give back for generations.