

Climate Change

Policy

Our Commitment

Santos recognises the scientific consensus of climate change assessed by the Intergovernmental Panel on Climate Change. We support the objective of the Paris Agreement to limit global temperature rise to less than 2 degrees Celsius and pursue efforts to limit the temperature rise to 1.5 degrees Celsius.

We believe that access to reliable and affordable energy is critical to meeting sustainable development goals and improving living standards and economic prosperity in developed and developing nations. Santos is committed to being part of the solution by supporting the twin objectives of limiting greenhouse gas emissions and providing cleaner fuels to domestic and global markets.

Santos has a target of net-zero scope 1 and 2 greenhouse gas emissions by 2040. Our strategy focuses on natural gas as a reliable transition fuel source and the development of technologies such as carbon capture and storage and clean fuels, such as hydrogen, as foundations for our decarbonisation pathway.

Our Actions

We will:

- + Work with governments and stakeholders in the design of climate change regulation and policies in support of low-cost abatement and incentivising innovation and investment in emissions reduction in an equitable manner
- + Factor carbon pricing and greenhouse gas emissions into all material business decision-making
- + Set greenhouse gas emission targets consistent with the objective of limiting global temperature rise to less than 2 degrees Celsius and in pursuit of 1.5 degrees Celsius
- + Identify and pursue opportunities to reduce greenhouse gas emissions within our operations and through the supply chain
- + Work with our customers to reduce their greenhouse gas emissions and sell the products we generate only to customers from countries that have a net-zero commitment or are signatories to the Paris Agreement
- + Avoid any unnecessary flaring from our activities and reduce flaring required for the safe conduct of our operations to as low as reasonably practicable
- + Make Final Investment Decision for new offshore greenfield projects from 2025 only if they abate and/or offset reservoir CO2 emissions
- + Identify and implement cost-effective opportunities to sequester carbon, integrate new technologies and offset greenhouse gas emissions, in pursuit of our emission reduction targets
- + Identify, manage and mitigate climate change risks for our activities and in doing so, continue to adapt and develop our operational, financial and strategic resilience
- + Report annually on the company's climate change governance, strategy, risk management and targets and metrics in a transparent manner in alignment with recommendations of the Task Force on Climate-related Financial Disclosures
- + Provide our shareholders with an advisory vote, known as a 'Say on Climate' at regular intervals.

Governance

The Environment Health Safety & Sustainability Committee is responsible for reviewing the effectiveness of this policy.

This policy will be reviewed at appropriate intervals and revised when necessary to keep it current.

Kevin Gallagher
Managing Director & CEO