

Energy Transition Discussion

BP and EDF

July 2020



BP has signaled commitment to net zero emissions target



Net zero ambition
and ten aims
released in Feb
2020



Revised price
outlook and
stranded assets in
June 2020

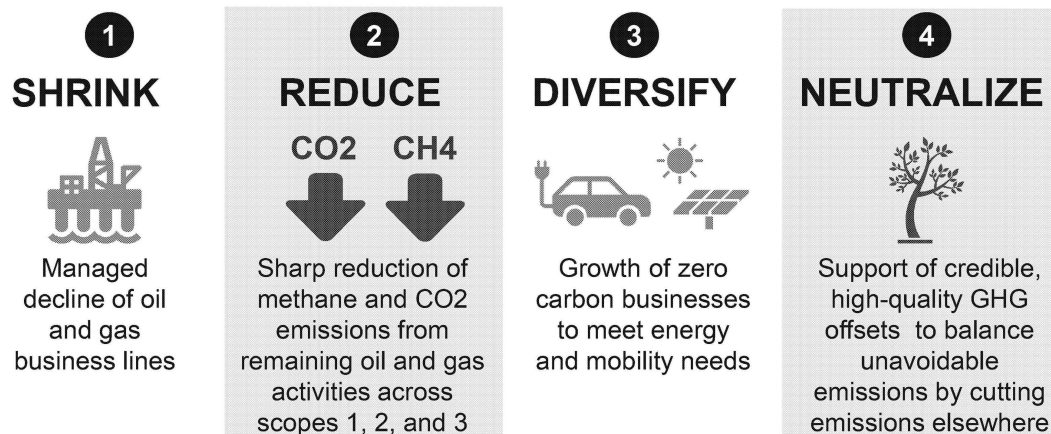


Spin off of
carbon intensive
lines like
petrochemicals

“The world’s carbon budget is finite and running out fast; we need a rapid transition to net zero... It will require nothing short of reimagining energy as we know it.”

***Bernard Looney
CEO BP***

Four key levers to achieve net zero climate ambitions



Redacted - First Amendment

1 Managed decline of O&G business lines

MAJOR ACTIONS



Achieved asset sales target



Planned write-off of stranded assets

Reconsidering development of exploration assets

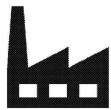
KEY CONSIDERATIONS

1. How much weight is BP likely to put on down-sizing its oil and gas businesses as a lever in the broader strategy?
2. How do you think about the tension with potentially growing downstream businesses in the developing world?

2

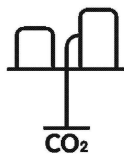
Reduce (Methane and CO₂) Emissions

MAJOR ACTIONS



*Zero net
growth in
2019
operation
emissions*

*Commitment
to 0.20%
methane*



*Upcoming
Teesside
CCUS
Project*

KEY CONSIDERATION

1. What is BP's approach to interim GHG targets (e.g., 3 yr, 5 yr, 10 yr)?
2. What is the vision on using CCUS or other technologies to address Scope 3 emissions in partnership with BP customers?
3. How does BP plan to maintain its carbon intensity target in the Reliance JV?

3

Diversify carbon neutral energy mix

THE AMBITION



*Expansion
of biofuel
business*

*Expansion
of JVs in
digital
energy
portfolio*



*Investment
in waste to
fuel*

KEY CONSIDERATION

1. What are the most attractive options for BP to diversify its energy mix and how can partners help scale?
2. How does BP's proposed investment mix shift pan out in developing vs. developed countries?

4

Neutralize with high quality credits

THE AMBITION



***Investments in
REDD+ projects***

***Developing
framework for
implementation of
future Natural
Climate Solutions
projects***

KEY CONSIDERATION

1. What are BP's ambitions on using offsets?
2. Is there a graduated timeline for balancing use of offsets vis-à-vis Net Zero commitments?
3. How is BP considering the use of jurisdictional REDD+ programs?
4. Would it make sense for EDF to engage on BP's draft principles for NCS?

Redacted - First Amendment