



Approaches in Corporate Climate Actions

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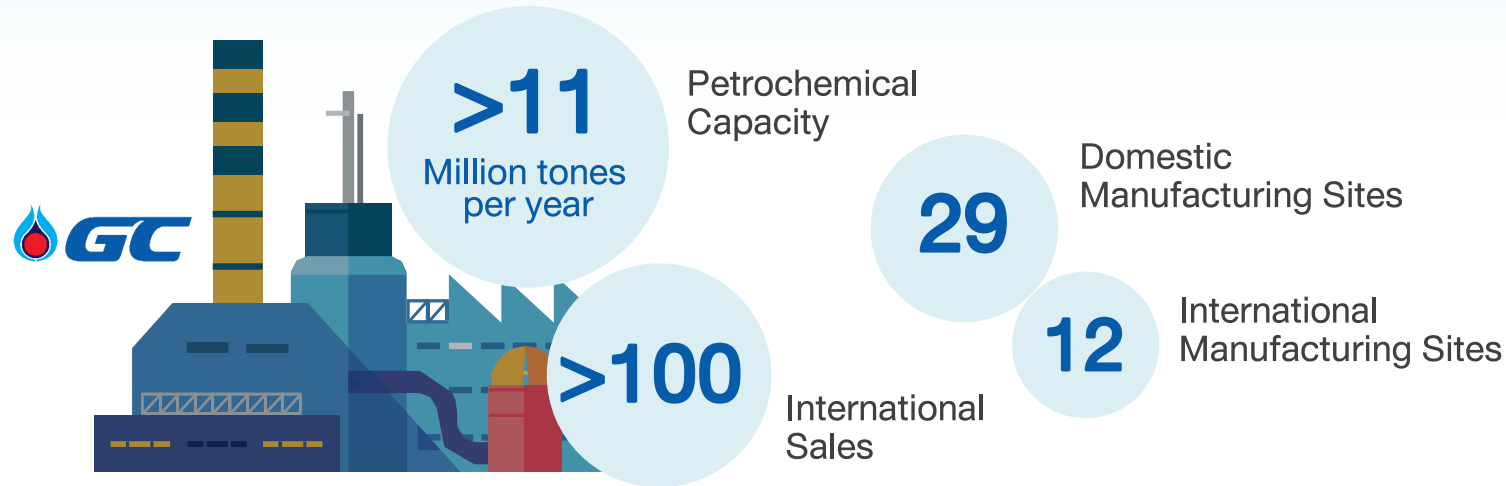
Manager
Sustainability Strategy and Management



PTT Global Chemical

Public Company Limited

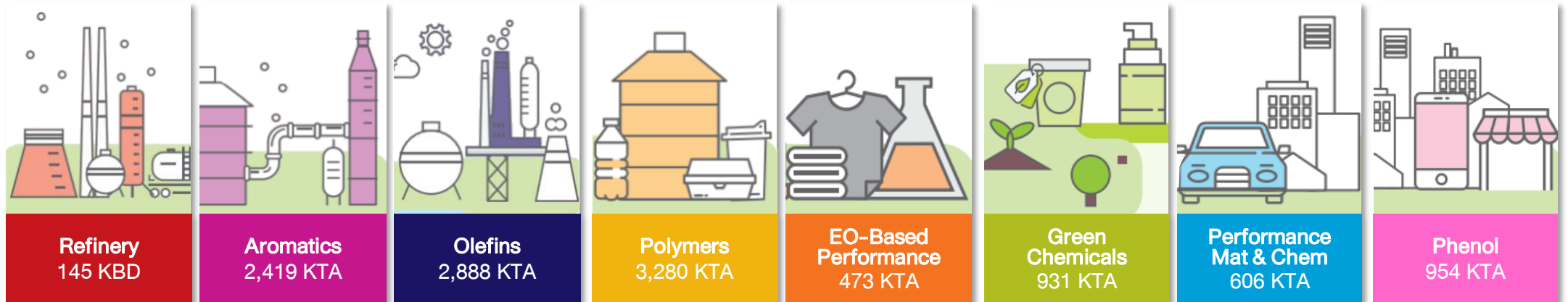
Petrochemical Flagship of PTT Group



2020 Financial Highlights

○ Sale Revenue: **326,270 MB**
○ Adjusted EBITDA*: **28,579 MB**

** Refer to EBITDA excluding stock gain / loss and extra item*



Our 3 steps strategy

Step Change

Accelerate



- Operational Excellence
- MTP Integration & Synergy
- Upstream Resilience
- Market Focused Business

Step Out

Accelerate


Revisit



- High Value Business through M&A
- Second home base
- CVC in actions

Step Up

Enhance



- Climate & Water Leadership
- Circular Economy Enhancement
- CSR Transformation to Social Enterprise Model (SE)

Focused SDG



Organization & Digital Transformation
People / Organization / Digital / Culture

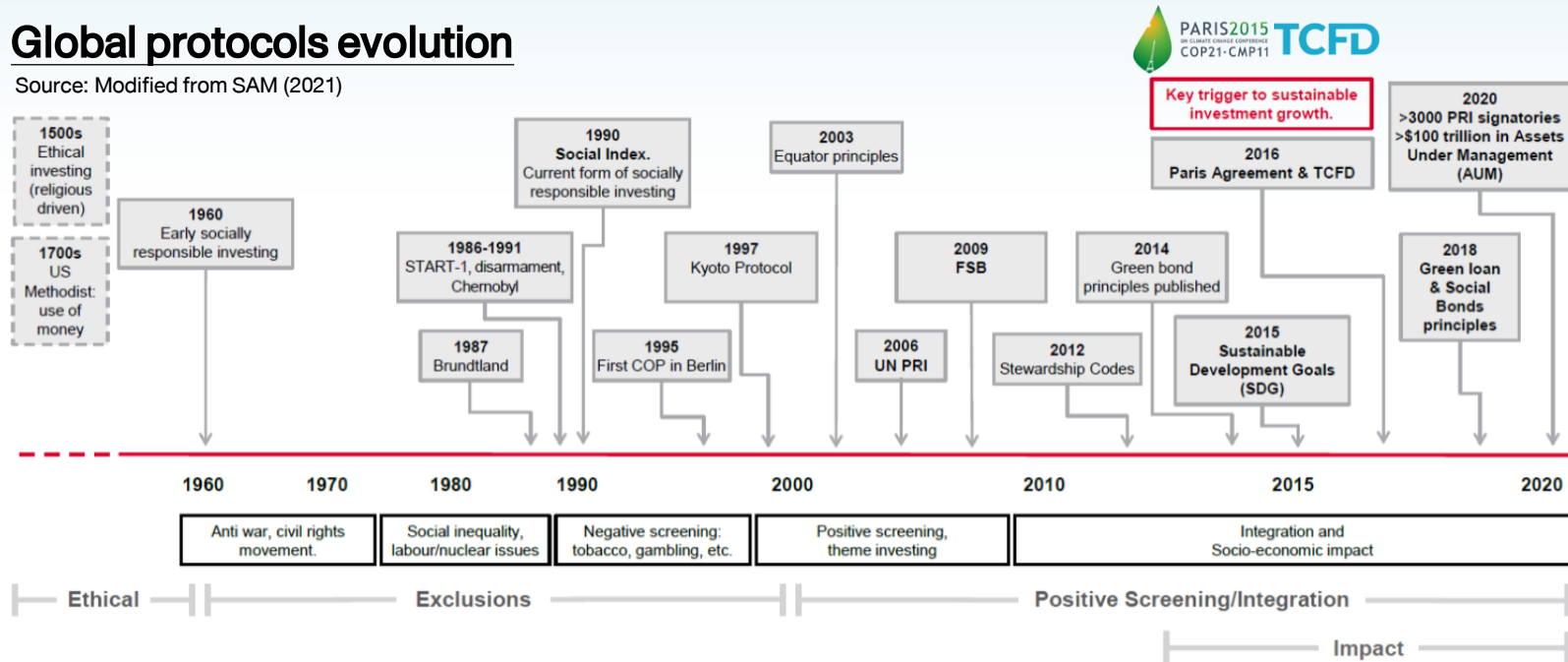


Climate actions revolution

Key external factors that drive evolution in corporate climate actions

Global protocols evolution

Source: Modified from SAM (2021)

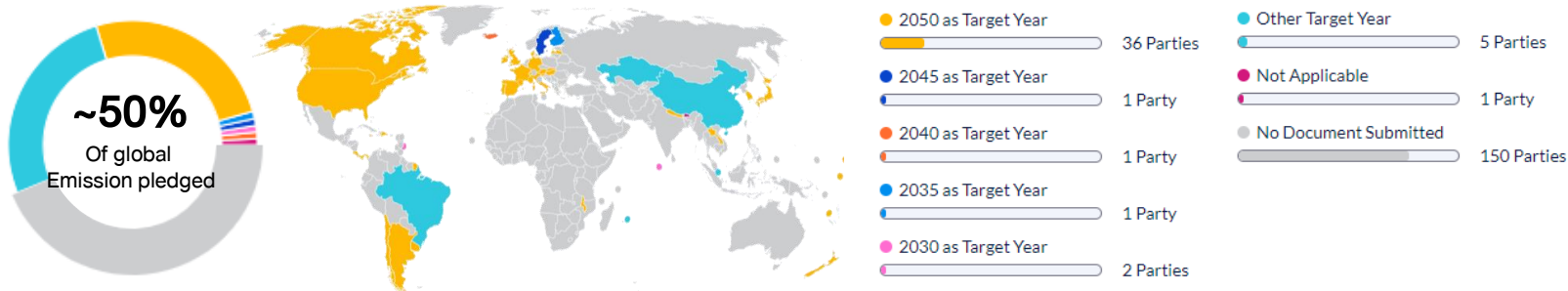


Long-term Business Competitiveness

Value Protection & Creation

Country pledges & carbon policies implementation

Source: Net-zero Target Status (climatewatchdata.org) (Mar 2021)



Climate actions implementation

High level framework



BoD and senior management accountability



Target / Strategy / Policy



Strategic Acts / Governance / Risk Mgmt

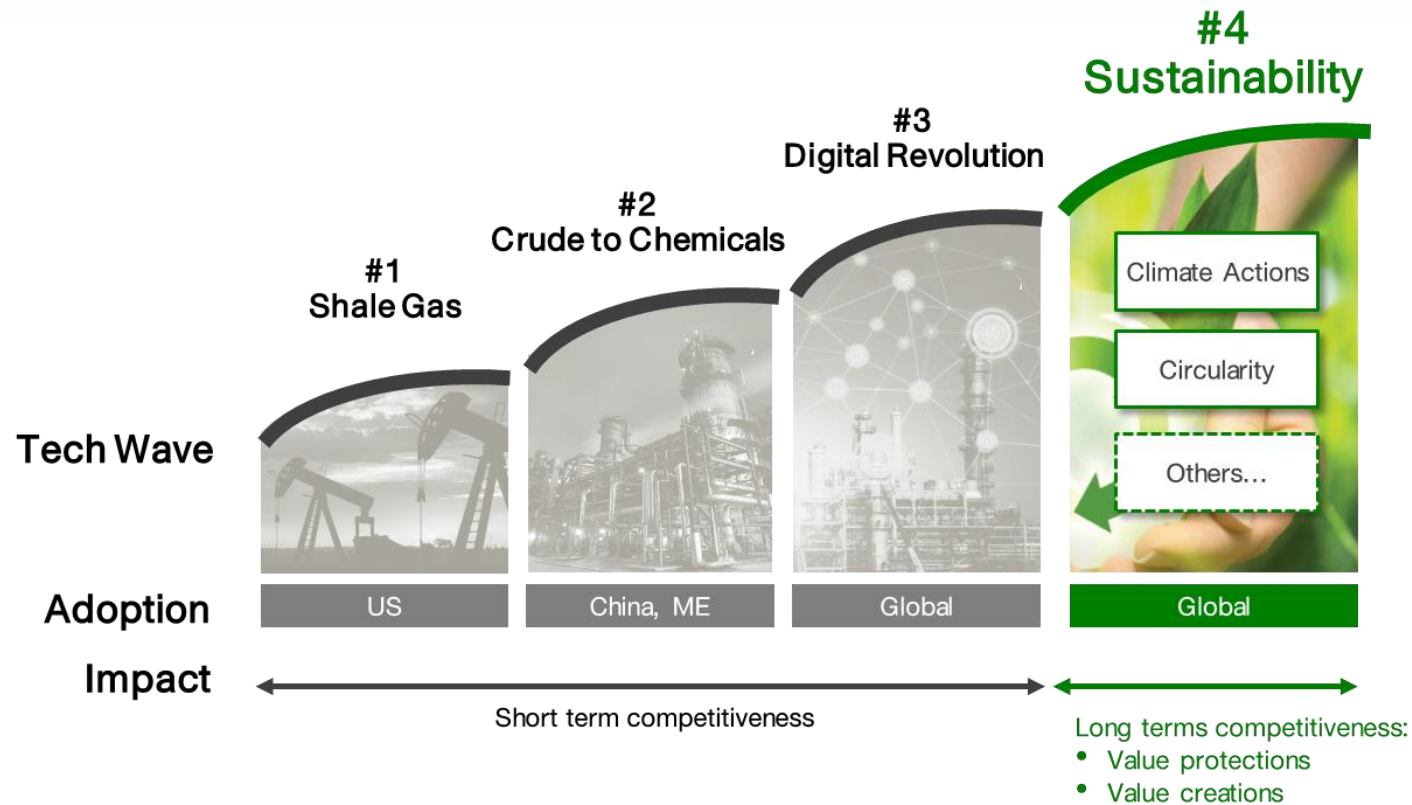


Disclosure / 3rd Parties Verification



Climate actions implementation: Setup the tone

Internal communication & engagement from BoD to staff levels



Cost & Competitiveness



- In-country carbon taxes
- Export carbon taxes (CBAM)
- Project financing cost
- Demand shift to low carbon

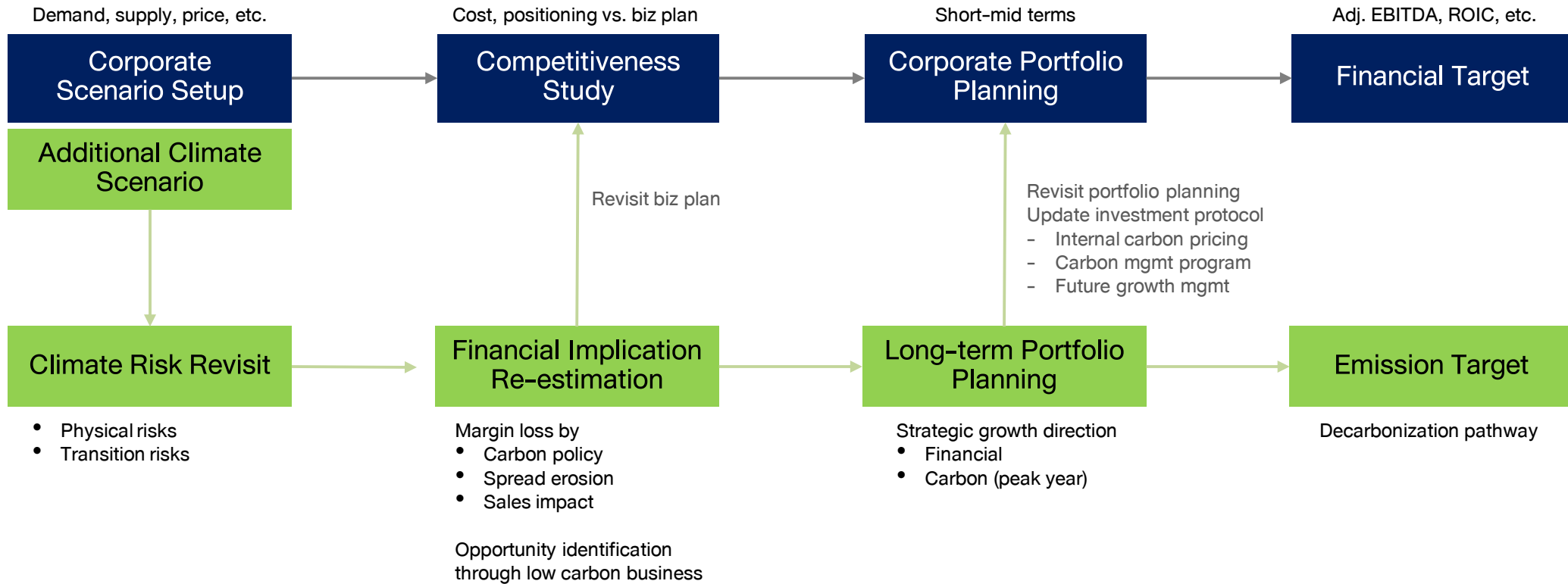
Opportunities



- New growth
- Green financing
- Exemption
- Reputation

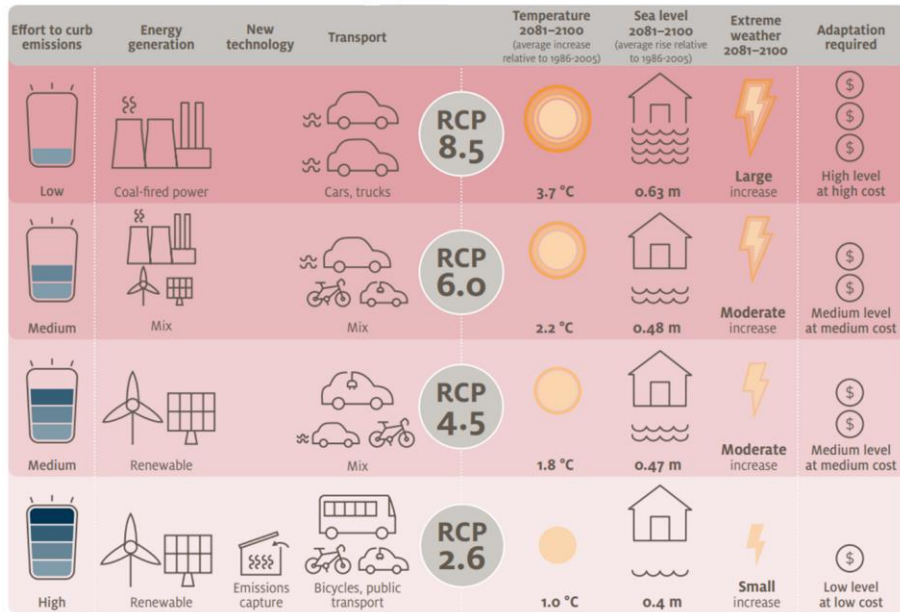
Climate actions implementation: Implement the concept

Challenging the “as is” business planning & operation

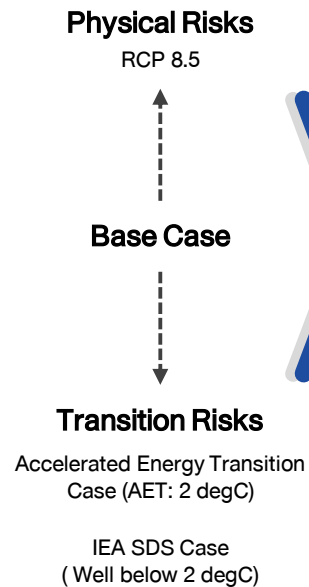


Climate actions implementation: Implement the concept

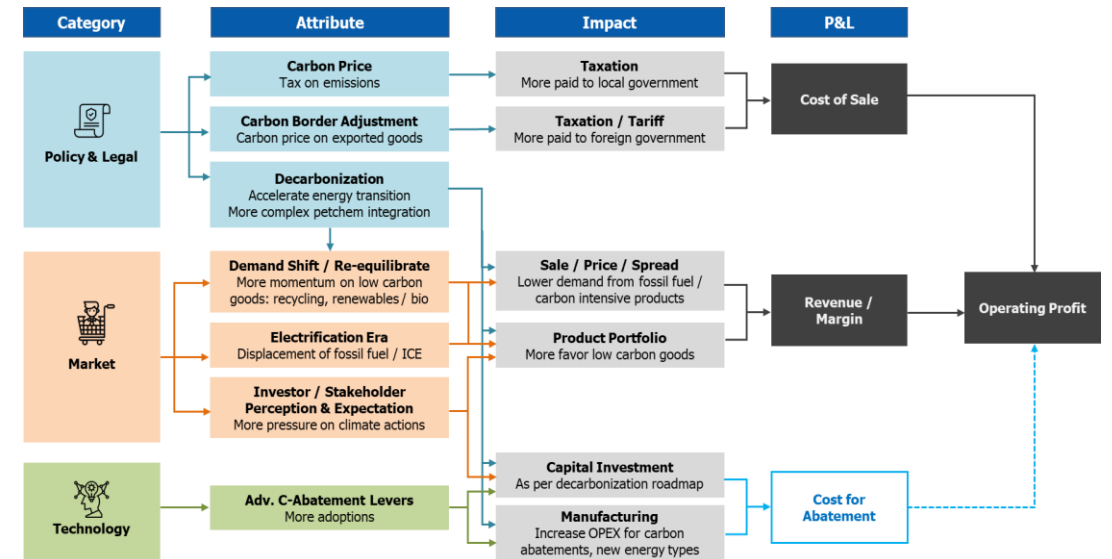
Redefine key risks & implications



Source: Coastal climate change infographic series.



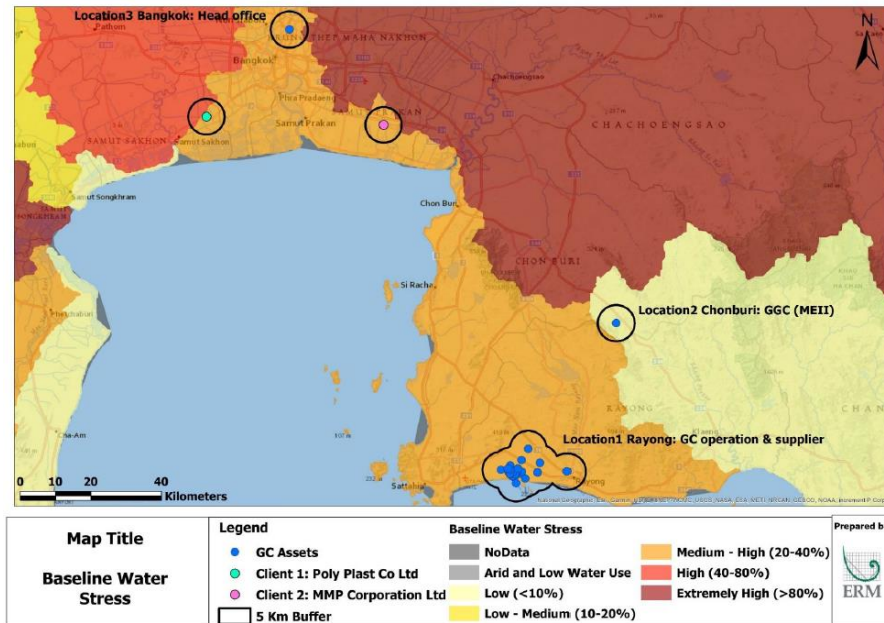
Example of transition risk categories & impacts



Climate actions implementation: Implement the concept

Redefine climate actions

Example of physical risk study

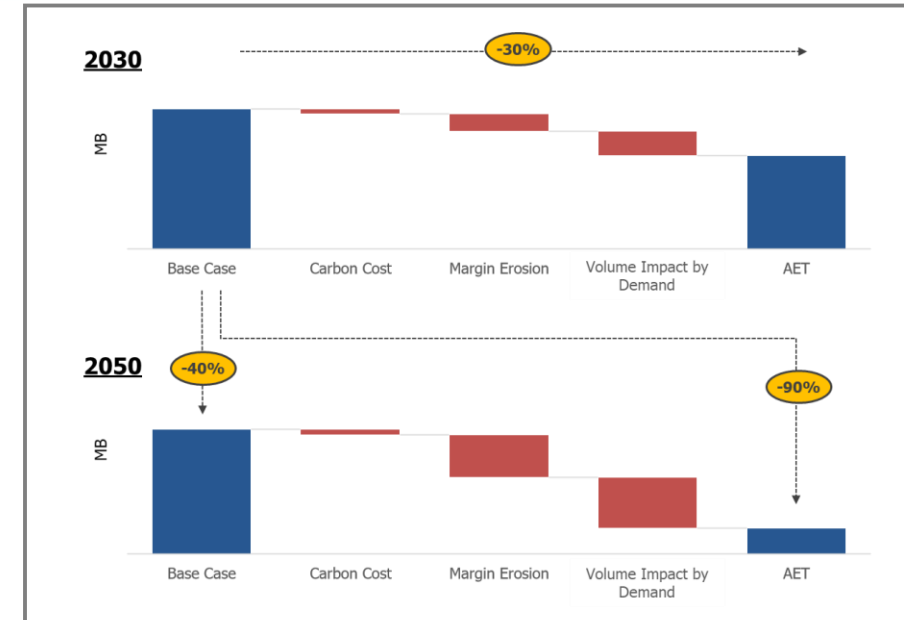


Source: WRI-Aqueduct Water Risk Atlas

One water strategy:

- Internal: water saving, water innovation, water stewardship
- External: water related to community, water conservation

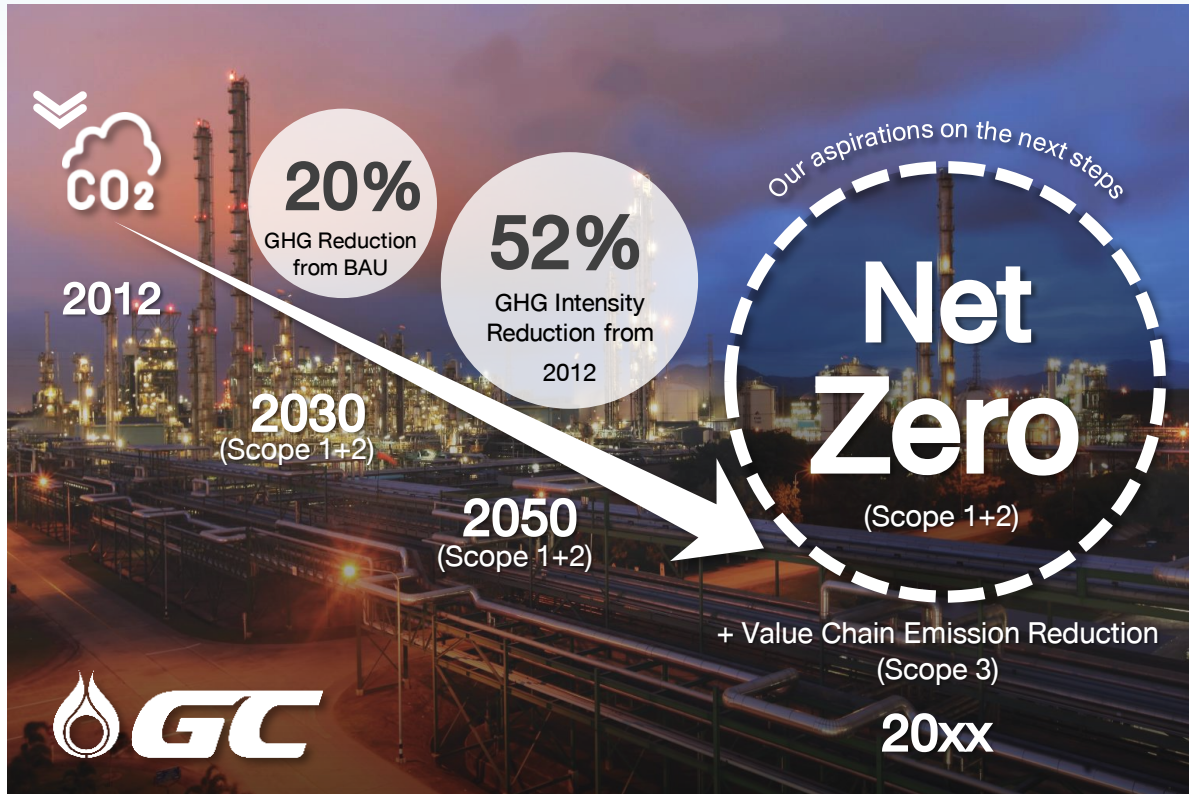
Example of transition risk study



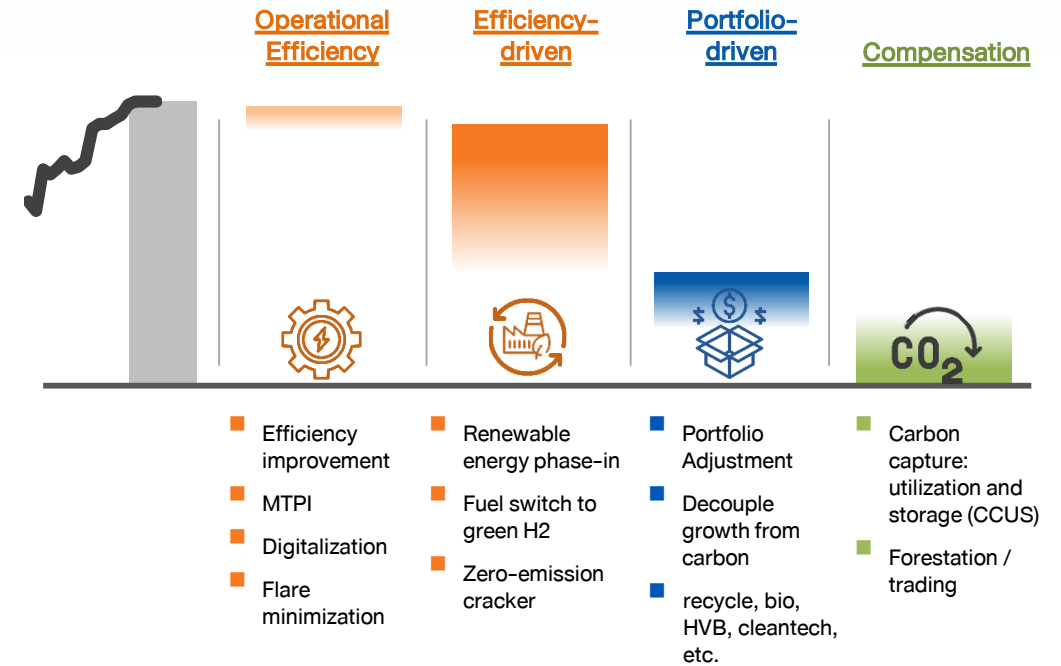
Remark: Illustrative

- Business plan update
- Investment process & protocol update
- Portfolio update, including reshape / monetization plan
- Decarbonization governance model update, etc.

Climate actions implementation: Implement the concept



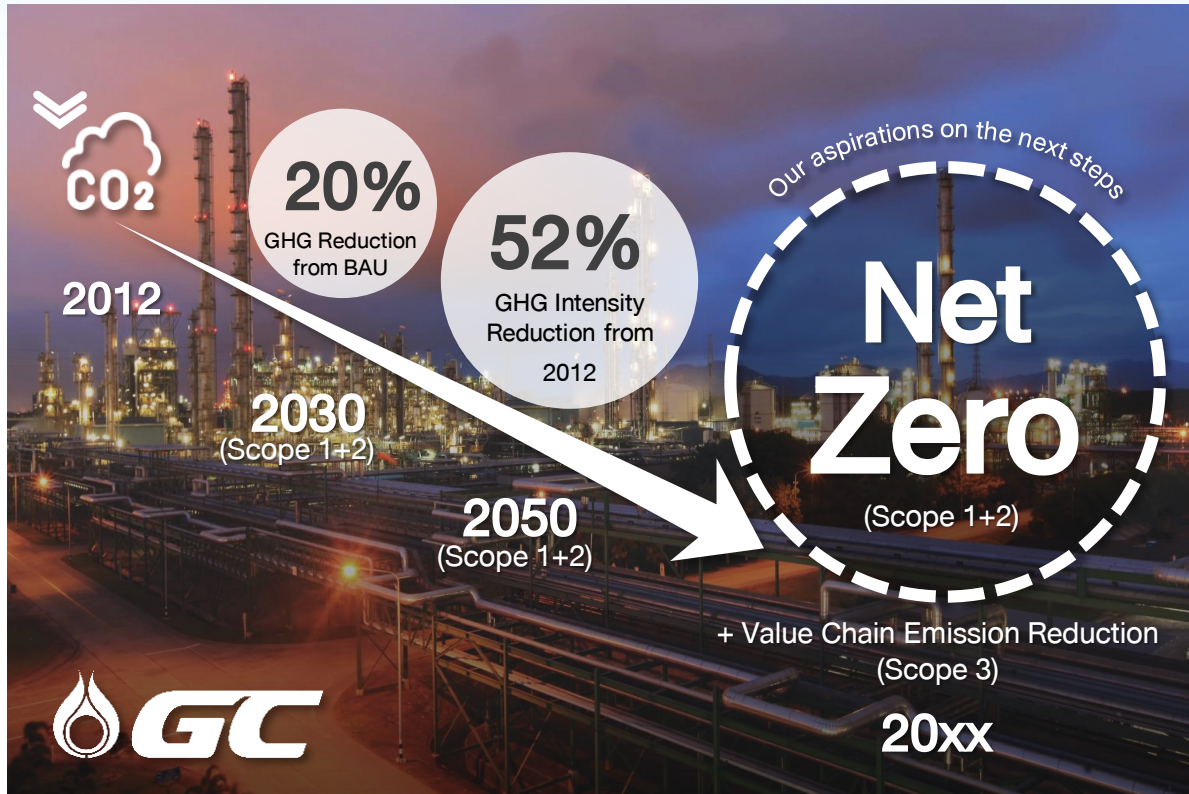
Scope 1+2 Emission An ambition to become net zero



Scope 3 Emission Engage value-chain partners for GHG reduction



Climate actions implementation: Measure the results



Efficiency-driven:
~1-1.5% reduction



Existing assets
Business operation
Manufacturing plants

Portfolio-driven:
~10% reduction



Investment mgmt
Product portfolio mgmt

Compensation:
~0.5% reduction



Remaining carbon inventory
balancing

Efficiency Improvement
(2017-2019)

~236,000
ton CO₂e

Flare Reduction
(Heavy gas project)

~1,300
ton CO₂e

Energy Switching
(Solar rooftop projects)

~890
ton CO₂e

Bio-based Raw Materials & Prod.

PBS | PLA
Methyl Ester | Ethanol
Oleochemicals

Low-carbon Raw Materials & Prod.

Downgauging
Recycling | Upcycling
You iñśu

Low-carbon Business

ESS (CVC Fund I)
HVB

Portfolio Mgmt & Monetization

GPSC share disposal

Forestation

~34,000
ton CO₂e



Thank you



The 1st company in Thailand recognized in

LEAD LEVEL

Among 41 global lead participants



The only company in chemicals sector ranked **No.1 FOR 2 CONSECUTIVE YEARS**



The only company in chemicals sector of Asia awarded **GOLD CLASS MEDAL**



The 1st and only Thai-own conglomerate to achieve **A LIST: CLIMATE CHANGE & WATER SECURITY**

