

Climate Change Policy Statement

Our Position

Baker Hughes believes that Climate Change is one of the most significant challenges facing the world and warrants meaningful action to reduce the greenhouse gas (GHG) emissions resulting from human activities. However, climate change must be addressed in a way that ensures energy is available, abundant, and affordable for everyone. We support the objectives of the Paris Agreement and believe it is the shared responsibility of governments, corporations, and individuals to achieve the goal of substantially reducing global GHG emissions to limit the global temperature increase in this century to 2 degrees Celsius while pursuing efforts to limit the increase even further to 1.5 degrees.

Our Rationale

The science of climate change is clear and compelling, and points to the need for an accelerated global effort to significantly reduce GHG emissions from all sectors of the economy, and to prepare for the impacts of a changing climate.

Global demand for energy will continue to grow for the foreseeable future as population increases and countries strive to address energy poverty in a sustainable manner.

As a signatory of the UN Global Compact, we have made a commitment to address environmental challenges; undertake initiatives to promote greater environmental responsibility; and encourage the development and operationalization of environmentally friendly technologies.

As an energy technology company, our climate change strategy is to solve for emissions reductions rather than eliminating a particular fuel source. We are bringing our core technology capabilities to enable a path to net-zero for energy and industry and with collective action of people and industry, directed with purpose, we are committed to enabling change on a global scale.

We will work proactively and constructively to help develop the policies and regulations necessary to address climate change across the full energy supply and value chains, while meeting the energy needs of the world.

Our Actions

Our understanding of climate change further reinforces the importance of the role we play in reducing carbon dioxide, methane and other GHG emissions. We are committed to taking deliberate actions to have a measurable impact, such as:

- Reducing our scope one and scope two carbon dioxide equivalent emissions by 50 percent no later than 2030 and achieving net-zero emissions by 2050 (using a 2019 emissions baseline for comparison).
- Quantifying and reducing our value chain or scope three emissions and continuing to expand our

scope three reporting boundary to identify further emissions reduction opportunities.

- Integrating our net-zero roadmap and net-zero target into our business operating model by utilizing eight strategic decarbonization pathways that will help us reach our GHG emissions reduction goals.
- Recognizing the need for data quality, accountability, and transparency in public reporting of our disclosures and climate data and continue to fulfill that responsibility by reporting to the leading sustainability accounting standards. Our 2020 Corporate Responsibility Report references the voluntary GRI-Core Standards, expanded Sustainability Accounting Standards Board (SASB), and Task Force Climate-Related Financial Disclosure (TCFD) standards. We calculate and report our Scope one, two emissions and select categories of upstream and downstream Scope three GHG emissions in accordance with the World Resources Institute (WRI) and the World Business Council for Sustainable Development (WBCSD), Greenhouse Gas Protocol. We also disclose our GHG emissions annually to the Carbon Disclosure Project.
- Supporting our customers' efforts to reduce their CO₂ and methane emissions by continuing investment in our core portfolio of carbon abatement solutions.
- Understanding and acknowledging that the challenge of climate change requires a broad range of energy solutions – natural gas with carbon capture, utilization and storage, hydrogen, geothermal and other renewables, as well as energy efficiency solutions – and we continue to evolve our offerings of products and services to meet the changing needs of society.
- Remaining active and constructively engaged with policymakers, associations, and customers to advance the public policy priorities necessary to address climate change while meeting the society's energy needs.

Together we can build a safer, cleaner, and more efficient global energy system around the world.