

# Climate Change Policy

Wesfarmers Chemicals, Energy & Fertilisers (WesCEF) operates chemical, energy and fertiliser businesses that service a range of sectors in both domestic and international markets. WesCEF has a strategy to continually improve environmental performance, and hence strengthen its reputation for environmental management.

We recognise that business has an important role to play in addressing climate change, and its actions can deliver economic, social and environmental benefits over the long term.

WesCEF is committed to proactively managing the risks and realising business opportunities associated with climate change. This policy applies to all businesses controlled by WesCEF.

WesCEF is predominately a Scope 1 emitter due to its manufacturing processes, which are widely recognised as being 'hard to abate'. This means that for some of its processes there are no known technological solutions to abate emissions, and for others the emerging technical solutions are many years away from being viable at scale.

We are committed to addressing these challenges and managing our activities in an environmentally responsible manner. This commitment is reflected in its interim emissions reduction target of 30 per cent by 2030 (relative to an FY2020 baseline) and its target of net zero greenhouse gas emissions by 2050 (for both Scope 1 and Scope 2 emissions).

WesCEF will achieve its targets by:

- Creating a team dedicated to identifying and evaluating emissions reductions opportunities and driving a carbon aware culture.
- Actively seeking and adopting technology improvements as they become available and reasonably practicable to apply.
- Identifying and prioritising opportunities to leverage existing proven technology in renewable energy to reduce carbon emissions from power consumption.
- Identifying opportunities to reduce Scope 1, 2 and 3 emissions through investments in research and technology, alternate energy sources, transport efficiency and process optimisation. We will undertake these investments via collaboration with universities and other research organisations, as well as with our suppliers and customers.
- Exploring opportunities to minimise our consumption and contribution to waste.
- Reviewing our net zero roadmap annually and increasing our level of ambition as new technologies become commercially viable.
- With respect to growth, WesCEF will only undertake major investments if they have a clear and credible path to net zero by 2050, and material product volume growth will only be undertaken if it reduces the emissions intensity of that product over the investment horizon.
- Continuing to enhance our emissions disclosure and transparency to facilitate constructive dialogue with our customers and suppliers regarding emissions reduction opportunities across the value chains in which we operate.

WesCEF will strive to protect the environment and create sustainable businesses for future generations.



**Ian Hansen**  
Managing Director  
Wesfarmers Chemicals, Energy & Fertilisers

**September 2022**