



BUMIARMADA

CLIMATE CHANGE POLICY

As a member of the energy industry, Bumi Armada recognises that ESG risks are one of the key material areas that are important to our business. The Group strongly believes it has the responsibility to work towards minimising and mitigating ESG related impacts and, where possible, implementing sustainable practices across our operations. Bumi Armada accomplishes this by collaborating with our clients to engineer solutions which maximise the sustainable value of their assets while reducing the environmental impact of their operations.

The Company acknowledge that climate change, one of the key ESG risk areas, affects all our stakeholders, including our shareholders, clients, employees and the communities. The Company approaches the challenge of climate change as an opportunity to do what we do best: innovate, collaborate, and drive efficiencies across our operations. Our Board of Directors and Management Team oversees all climate-related risks and opportunities, as part of our Enterprise Risk Management ("ERM") framework. In line with our ERM framework, Bumi Armada is committed to addressing identified climate related risks, including public policy and regulations that are material to our business.

In line with commitments from the United Nation Climate Change Conference ("COP 26") and our Sustainability Philosophy, the Company aspires to achieve **Net Zero Emissions by 2050** through our "Sustainable Quality Progress" strategy.

The principles of the Climate Change Policy include the following:

Innovation

- Embedding consideration of climate change risks and sustainability in the design of our vessels.
- Collaborating with clients in providing cleaner and more reliable energy solutions through the adoption of green technology.
- Applying emergent green technologies on new projects where applicable and practicable.
- Continue to fund progress engineering studies and pursue business developments for:
 - Zero GHG emissions FPSOs and Floating Liquefied Natural Gas (FLNG) vessels.
 - Post combustion carbon capture and storage facilities.

Operation

- Innovate, collaborate, and drive efficiencies to reduce GHG emissions.
- Measure emissions accurately, prioritising and incentivising GHG reductions.
- Engaging our employees on climate change issues and the actions which they can take to help reduce GHG emissions.
- Ensure GHG emissions management plan are prioritised across the business.

Value Chain

- Prioritise minimum lifecycle carbon footprint throughout our supply chain.
- Collaborate with our clients and contractors to help reduce GHG from their operations.
- Prioritise the development of offshore carbon sequestration business.
- Expand our LNG regasification business to drive cleaner energy alternatives.

Compliance & Transparency

- Ensuring compliance with all applicable environmental laws and regulations.
- Report regularly to our shareholders on our progress in sustainability and stewardship of our business.
- Develop strategic partnerships with clients and contractors that are COP26 committed.

GARY CHRISTENSON

Executive Director / Chief Executive Officer

Date: 20th June 2022