

## Supplementary Information - First quarter 2020

The information below has been provided to enhance understanding of the terminology and performance measures that have been used in the accompanying presentations.

### Group measures

The following non-GAAP measures or associated adjustments are defined in Glossary on pages 30-32 of our first-quarter 2020 results announcement:

- Gearing.
- Inorganic capital expenditure.
- Non-operating items.
- Organic capital expenditure.
- Underlying cash flow
- Underlying RC profit.
- Working capital.

#### Free cash flow

Free cash flow is operating cash flow less net cash used in investing activities and lease liability payments included in financing activities, as presented in the condensed group cash flow statement.

#### Underlying effective tax rate (ETR)

The underlying ETR is calculated by dividing taxation on an underlying RC basis by underlying RC profit or loss before tax. Taxation on an underlying RC basis is taxation on a RC basis for the period adjusted for taxation on non-operating items and fair value accounting effects.

#### Effective tax rate

	First quarter 2020	Fourth quarter 2019	First quarter 2019
%			
ETR on profit or loss	3	93	37
Adjusted for inventory holding gains or losses	277	9	5
ETR on RC profit or loss	280	102	42
Adjusted for non-operating items and fair value accounting effects	(225)	(75)	(2)
Underlying ETR	55	27	40

#### Lease liability payments of principal

Lease liability payments of principal are reported as financing activities in the group cash flow statement.

	First quarter 2020
\$billion	
Upstream	0.2
Downstream	0.2
OB&C	0.1
<b>Total</b>	<b>0.5</b>