

Our aims & objectives

1 2 3 4 5 6 7 8 **9** 10 11 12 13 14 15 16 17 18 19 20

Transparency leader

Our aim 9 is to be recognized as an industry leader for the transparency of our reporting.

On 12 February 2020, we declared our support for the recommendations of the Task Force on Climate-related Financial Disclosures (TCFD). We intend to work constructively with the TCFD and others – such as the Sustainability Accounting Standards Board (SASB) – to develop good practices and standards for transparency.



How we will meet our aim

We'll work to align our reporting with key reporting standards and benchmarks and work with others to share our experience and shape good practice.

Our performance in 2020

This year, for the first time we have used the SASB Oil & Gas production standard to inform our reporting. We plan to review the SASB standards in line with our new strategy to become an Integrated Energy Company.

 [Read our SASB disclosure at bp.com/ourreporting](https://www.bp.com/ourreporting)

We also expanded our TCFD disclosures, which are contained in the bp annual report 20-F 2020, and available online. This includes more information across the four recommendations: governance, strategy, risk and metrics & targets.

In 2020, we responded to the Financial Conduct Authority (FCA) consultation and welcomed their policy statement in late-2020 to make, comply or explain disclosures in relation to TCFD a listing rule requirement for premium companies.

Going forward, we are laying the foundations to be able to comply with mandatory TCFD reporting.

In 2021 we will continue to explore ways to work directly with the TCFD, or related partners, such as the WBCSD, to develop climate-related reporting.

 [Read our TCFD disclosures at bp.com/TCFD](https://www.bp.com/TCFD)

Responding to increasing shareholder interest in climate-related reporting

In 2020 we saw increased interest in ESG reporting, including climate-related reporting, from many stakeholders.

For the second year we have responded to the climate-reporting requirements of a shareholder resolution from Climate Action 100+, which was requisitioned, recommended by the board and then approved by 99% of shareholders at our 2019 AGM. This response is contained in the bp annual report 2020 and 20-F and includes:

- Information on our price assumptions, including the carbon price that we apply for operational emissions where appropriate in investment appraisals. (In 2030, for example, that carbon price is \$100/teCO₂ (2020 \$ real).) We revised our long-term price assumptions, lowering them and extending the period covered to 2050, so that these prices are now consistent with our ambition horizon, 2050.

- Information on why we believe our strategy is consistent with the Paris goals.
- Our investment process and the outcome of our evaluation of material new capex investments for consistency with Paris. This includes evaluation against two quantitative guide levels: for internal rate of return and discounted payback, and, for operational carbon intensity.
- Our principal metrics, targets and goals connected to our new strategy.
- Our anticipated investment in non-oil and gas – our low carbon investment was \$750 million in 2020, and looking ahead we plan to increase investment in low carbon to \$3-4 billion by 2025 and to around \$5 billion a year in 2030.

First tax transparency report

We are proud to be one of the first large corporates to adopt the new GRI tax standard for comprehensive tax disclosure at a country by country level.

We also referred to a number of other frameworks, standards and guidance including:

- the B Team's seven responsible tax principles, which we endorse
- the International Business Council (IBC) of the World Economic Forum – Stakeholder Capitalism Metrics
- our commitment to the EITI

 [Read more at bp.com/tax](https://www.bp.com/tax)

First D&I report

In recognition of how critical diversity and inclusion is to the way we operate and our culture, and in direct response to racial injustice, we expect to publish our first D&I report in Q2 2021.

Cautionary statement

In order to utilize the 'safe harbor' provisions of the United States Private Securities Litigation Reform Act of 1995 (the 'PSLRA'), bp is providing the following cautionary statement. This document contains certain forward-looking statements – that is, statements related to future, not past events and circumstances – which may relate to one or more of the financial condition, results of operations and businesses of bp and certain of the plans and objectives of bp with respect to these items. These statements are generally, but not always, identified by the use of words such as 'will', 'expects', 'is expected to', 'aims', 'should', 'may', 'objective', 'is likely to', 'intends', 'believes', 'anticipates', 'plans', 'we see' or similar expressions.

In particular, such statements, among other statements, may include but are not limited to: statements relating to the purpose, ambition, aims, targets, plans and objectives of bp – as well as statements, plans and expectations regarding bp's Aims 1 - 5 to get bp to net zero and Aims 6 – 10 to help get the world to net zero. By their nature forward-looking statements involve risk and uncertainty because they relate to events and depend on circumstances that will or may occur in the future and are outside the control of bp.

Actual results may differ from those expressed in such statements, depending on a variety of factors including the risk factors set forth in our most recent Annual Report and Form 20-F under "Risk factors" and in any of our more recent public reports. Our most recent Annual Report and Form 20-F and other period filings are available on our website at www.bp.com, or can be obtained from the SEC by calling 1-800-SEC-0330 or on its website at www.sec.gov.

