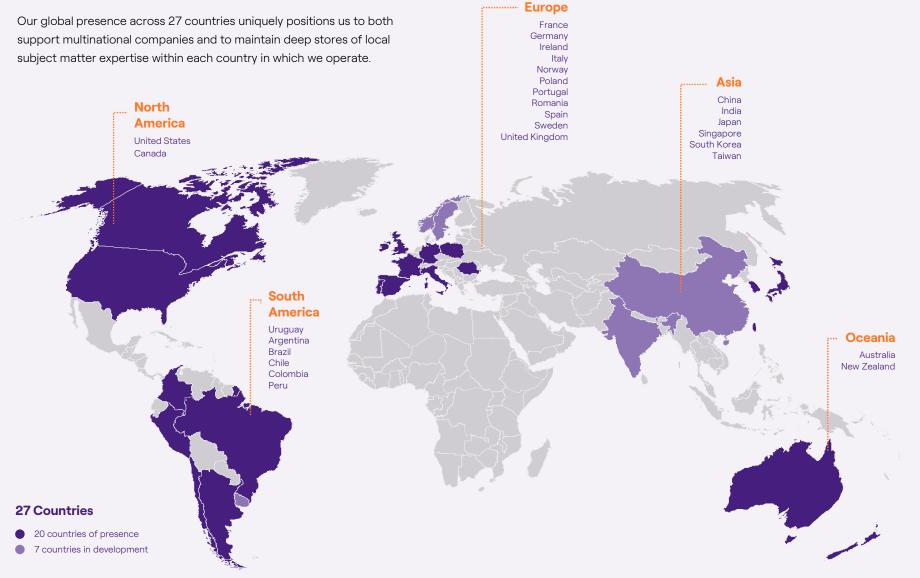




Start your business journey towards Net-Zero with Enel X



Enel X global coverage



In pursuit of a Net-Zero economy

Against the backdrop of the climate crisis and mounting socioeconomic pressures, companies of all sizes have begun to take meaningful action to reduce their enterprise-wide emissions and establish more sustainable business processes.

Over recent years we have observed a sea change in how companies manage environmental, social and governance (ESG) considerations. Many now anchor such considerations at the core of their corporate ethos, while we have also seen a significant shift towards ESG-driven investment philosophies within the financial community.

With mounting pressures to act, companies are now faced with a myriad of environmental standards, protocols, and criteria related both to the identification and strategic reduction of their own emissions and the challenging task of reducing emissions of external parties within value and supply chains.

We find ourselves at the precipice of a relative climate inflection point – action can no longer wait – now is the time to either embark upon or further enrich your organization's journey towards a Net-Zero economy.





Decarbonize your business with Enel X leveraging electrification, digitalization and renewable energy

Enel X helps organizations from across the spectrum of industrial sectors and geographies to plan and execute **customized decarbonization roadmaps** that work in harmony with core business and operational needs.

Our modular approach consists of a broad range of Net-Zero and ESG-related services: from data gathering, greenhouse gas (GHG) emissions source identification and calculation, ongoing emissions tracking, and reporting (covering scopes 1, 2 & 3) to development of multi-year multi-emissions reduction roadmaps, implementation of a broad scope of emissions reduction strategies, including short and long-term renewable energy supply procurement and on-site energy solutions.

Enel X advisors leverage an in-house cloud-based platform, called Enel X Connect. We support companies with emissions tracking and reporting as well as contract procurement activities, including dynamic auction events for PPAs. Enel X Connect is a simple, accessible, and effective platform that enables companies to reduce the time spent on energy management, understand cost drivers, minimize energy risks, procure energy at the best pricing and pinpoint opportunities for efficiency.

Global Emissions covered by a Net-Zero target in force or under discussion:

+88%

How Enel X supports you on your Net-Zero journey



Assess the current situation

- Identify and categorize emissions drivers;
- Survey and engage key organizational stakeholders and functional business leaders;
- Emissions calculation, tracking and measurement (scope 1, 2 & 3) in line with GHG Protocol and/or ISO14064-1:
- Review current sustainability goals, emissions reduction targets, and any completed or planned actions.



Design a Net-Zero roadmap

- Identify, prioritize and optimize sustainability and energy management goals;
- Set near-, mid-, and long-term strategy, relevant targets and actionable implementation plans;
- Establish internal cost of carbon;
- Align stakeholders and supply chain to ensure collective buy-in on established goals & planned actions.



Implement & execute decarbonization solution

- Bundled and unbundled offsite RE purchasing (EACs, PPAs/VPPAs, Green Tariffs);
- Onsite RE solutions, energy efficiency programs, and site and fleet electrification;
- Carbon reduction program implementation, renewable fuels procurement and carbon offsetting;
- Digital energy management software to optimize your consumption and capture emissions data:
- Implementation of supply and value chain engagement programs, procurement process enhancements.



Track & report results with continuous optimization

- Continuous tracking, monitoring, and measurement of direct and indirect emissions (scopes 1,2 and 3);
- Assistance with disclosure through CDP, or other platforms, and charting of your emissions reduction progress.



Communication support to highlight achievements

 Development of marketing materials and thought leadership pieces to communicate progress, towards decarbonization and net zero goals, with your customers, employees, board of directors, shareholders and your wider business.

Engage your supply chain stakeholders

To form truly comprehensive sustainability plans, organizations **must look beyond** their own Scope 1 & Scope 2 emissions to those of their **suppliers** and **partners** in order quantify their total environmental impact. **Scope 3 emissions**, are often overlooked given the inherent **difficulty** in **accurately calculating** and **reducing** these emissions. Frequently far greater in scale than the direct emissions produced by a single organizations they must be addressed as part of any meaningful emissions reduction strategy.

Over the last decade the number of suppliers asked to disclose through CDP (formerly Carbon Disclosure Project) increased by 6 folds. and Scope 3 emissions, reported through CDP; are on average 11.4 times higher than the direct operational emissions of organizations. According to CDP, the suppliers reporting to their customers through CDP had a tangible benefit by cutting over 600M MTCO2 and saving \$33 billion.

Tackling for Scope 3 emissions



Primary and secondary data is used to identify and prioritize areas and suppliers that contribute most to Scope 3 emissions;



Identification of suppliers in scope based on emission levels, relationship, competitive environment;



Assignment **of** clear responsibilities over goals and activities to internal stakeholders (sustainability and procurement);



Aiding your stakeholders in making progress rather than only relying on their actions;



Creating mutually beneficial partnerships and shared value opportunities with your suppliers that may have existing programs and/or may be willing to partner with yours;



Monitoring supply chain progress and tracking results.



Key Figures

+100

Countries served through Enel X Connect ~ **4**_{GW}

Green PPA procured through Enel X Connect

1.3_M

Utility bills processed and managed per year

€15_B

Client energy spend under management

60_{GWh}

Green energy transacted through Enel X Connect

7.7_{GW}

DR capacity managed



Enel Group Green Credentials

1° World's largest private player in renewables



2003 Year of Enel's first sustainability report

A-List CDP partner as a leader in the fight against climate change

 $18^{\circ} \text{Consecutive years in the}$ DJSI World Index

Enel Procurement Sustainability Approach: Carbon Footprint tender strategy

2021 Q4 2021 Q1 2022 Q2 2022 Jun '22 Apply targets GHG Setting GHG in tenders **Enel GHG**

Requested **GHG** certified data from many suppliers (through EPD/CFP)

impacts used for tender ranking

targets involving suppliers

Use targets for the reduction roadmap definition

reduction roadmap SBTi certification

Enel Group Environmental Targets



2030

- +120% of renewables installed capacity compared to 2021 levels
- Scope 1: 80% direct GHG/KWheg reduction compared to 2017 levels



- · Scope 1: Zero Emissions target (without offsetting)
- Scope 3: exit from GAS no related emissions of sold products







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