



Terpel Declaration on Climate Change

We are aware of and recognize the impacts of climate change on the environment. As a country partner we develop our operation according to the highest standards for quality and for taking care of the environment.

Factors such as economic development, population growth, different human activities and the growing demand for energy have an impact on the rise in greenhouse gas (GHG) emissions, thereby causing climate change, reflected in a progressive increase in temperature, and in the number and severity of extreme weather events and the transformation of rainfall patterns.

According to experts at the World Bank, Latin America will be one of the regions most affected by climate change, especially if the world is not able to keep global warming below an average of 2°C. In this context, vulnerable population groups with fewer resources will be more deeply affected.

Climate change brings increasingly greater challenges to all members of society. At Terpel we join in this global concern, and, for that reason, protecting the environment is part of our strategy, decision-making, and day-to-day work.

We are aware of the real and potential impacts, both direct and indirect, that we can have on the environment, and therefore we take decisive action with responsibility and respect.

We have strict environmental policies and guidelines for operating safely, putting in motion initiatives for environmental prevention and mitigation that include those who form a part of our value chain.

We work continuously to prevent events, supported by our Integrated Management System for Health, Safety, Environment, and Quality, including our Environmental Management for Prevention Manual, as we implement the highest operational standards and assure compliance.

To be part of the solution to climate change, and as a country partner, we work on the following fronts:

- Identification of risks and execution of controls throughout the value chain.
- Improvement of energy efficiency at our workplaces, by establishing lighting models that use cutting-edge technology to guarantee lower energy consumption.
- Maintenance of safe conditions in our operation through training programs, accompaniment of operations, monitoring, and verification of compliance.
- Sale of environmentally-friendly products.
- Promotion of responsible fuel consumption.
- Periodic rendering of accounts based on standards and indicators that permit comparison with other sectors.
- Adherence to global initiatives and standards.
- Support for the commitment made by the national government upon signing the Paris Climate Agreement to reduce greenhouse gas emissions by 20% by the year 2030.



Environmental initiatives we develop:

- **Reliable Service Stations:** This is a corporate program that ensures best standards for safety, the environment, and product quality at the service stations in our network.
- **Clean Industry:** we share best practices with our industry clients for fuel operations and monitoring.
- **Aviation School:** We encourage our aviation clients to gain knowledge of environmental issues that could be applicable to their operations.
- **Environmental Log:** This tool helps follow-up and control operations to ensure the correct functioning of environmentally-sensitive elements at our workplaces, preventing the generation of environmental impacts during the operation.
- **CO₂ emissions management:** We measure our carbon footprint each year and implement broad initiatives at the workplaces in order to reduce the footprint by 10% in the medium run:
 - Follow-up on energy consumption in airports, the lubricant factory, and supply plants, which has led to implementing improvements in lighting and equipment.
 - Use of renewable energy at workplaces through solar panels, to reduce the emissions generated by the consumption of conventional energy sources.
- **Forest compensation and prevention of deforestation** by planting trees at our plants and protecting the native forests located near supply plants.
- **Contingency plan** for each workplace to respond in a timely manner to any spills.

At Terpel we join in the global effort to deal with climate change and guarantee everyone's right to a safe, healthy, and viable environment.