

Net zero emissions by 2050

6 July 2021



Highlights

- **Carnarvon commits to achieving net zero emissions by 2050, if not earlier**
- **All of Carnarvon's current existing emissions will be offset**
- **The immediate business focus remains on delivering value in Dorado and Buffalo projects**
- **In parallel the Company is developing a roadmap to achieve its net zero emissions objective**

Carnarvon Petroleum Limited ("Carnarvon") (ASX:CVN) recognises that climate change is an important global challenge that requires action to transition to a lower carbon environment.

Carnarvon has an important role to play in this transition, which offers unique challenges and opportunities for the Company.

We are currently in the process of developing our roadmap to a lower carbon economy and expect that the direction we take will evolve over time utilising a variety of technologies.

As world population grows energy usage will rise. The challenge is to meet this demand in a manner that is within the UN Sustainable Development Scenario and achieves the Paris Agreement commitments.

Carnarvon recognises the challenges associated with reducing and offsetting emissions from oil and gas operations as well as the opportunities that the transition presents in alternative technologies and materials.

Carnarvon supports the commitments of the Paris Agreement and the need to reduce and offset greenhouse gas emissions.

We commit to achieving net zero emissions by 2050, if not earlier. Accordingly, Carnarvon has adopted a Climate Policy which is available on our website.

Carnarvon Managing Director and CEO, Mr Adrian Cook, said:

"In our first step to achieving net zero emissions by 2050, Carnarvon will offset all its current Scope 1 and Scope 2 emissions, which at this time are derived from our head office.

With respect to our future assets such as Buffalo and Dorado, we are committed to working with our partners to reduce emissions from the proposed operations and will continue to develop our plans to offset emissions from these projects as they mature.

Carnarvon will also seek to diversify its portfolio over time into lower carbon intensive assets which provide appropriate returns to shareholders. However, in the near term, our short-term goal is to deliver our core projects safely and responsibly."

Approved by



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Carnarvon commits to achieving net zero emissions by 2050, if not earlier.

Carnarvon will aim to do this by:

- Reducing emissions from its operated assets through integrating climate considerations into facility design and optimising operations;
- Working with its partners on its non-operated assets to also integrate climate considerations into facility design and optimising operations;
- Implementing internal carbon pricing and scenario modelling (that includes costs for implementing emissions reduction options) into its decision making;
- Diversifying our portfolio over time into lower carbon assets and technologies that also provide appropriate returns to shareholders;
- Investigating options for reducing emissions associated with the end use of its products;
- Developing emissions offset programs;
- Measuring and reporting carbon emissions as required by the regulatory requirements within the regions within which Carnarvon operates;
- Aligning reporting with TCFD recommendations; and
- Setting targets within the business, including within remuneration practices, to achieve the above aims.

Forward Looking Information

This document may contain forward-looking information. Forward-looking information is generally identifiable by the terminology used, such as "expect", "believe", "estimate", "should", "anticipate" and "potential" or other similar wording. Forward-looking information in this document includes, but is not limited to, references to: well drilling programs and drilling plans, estimates of reserves and potentially recoverable resources, and information on future production and project start-ups. By their very nature, the forward-looking statements contained in this news release require Carnarvon and its management to make assumptions that may not materialize or that may not be accurate. The forward-looking information contained in this news release is subject to known and unknown risks and uncertainties and other factors, which could cause actual results, expectations, achievements or performance to differ materially, including without limitation: imprecision of reserve estimates and estimates of recoverable quantities of oil, changes in project schedules, operating and reservoir performance, the effects of weather and climate change, the results of exploration and development drilling and related activities, demand for oil and gas, commercial negotiations, other technical and economic factors or revisions and other factors, many of which are beyond the control of Carnarvon. Although Carnarvon believes that the expectations reflected in its forward-looking statements are reasonable, it can give no assurances that the expectations of any forward-looking statements will prove to be correct.