

MOL GROUP

CLIMATE CHANGE STATEMENT

MAIN PRINCIPLES

Climate change is one of the major economic, social and environmental challenges of our time, of utmost importance in sustainable development. MOL Group is committed to minimize its environmental footprint and aims to decrease the greenhouse gas (GHG) emissions throughout the entire value chain of its operations.

MOL Group also would fully support an ambitious carbon dioxide reduction target at the international level that puts a price on carbon dioxide emissions, providing a clear and equal signal for all economic participants. In Europe, MOL Group supports an undistorted ETS (Emission Trading Scheme) as the EU's flagship instrument of its climate policy, as it is the most cost-effective and market-based mechanism for reducing emissions. We believe that a single GHG target taking into account of the commitments of other industrialised regions should be the main policy tool.

MOL Group does not see the carbon price only as a significant challenge but also as a tool to select the best new development initiatives and long-term projects resulting in greenhouse gas reduction. MOL Group incorporates CO₂ prices into internal decision making and evaluation systems and implements large-scale energy efficiency initiatives.

MOL Group has set up strategic objectives for its upstream and downstream operation with regard to CO₂ emissions reduction.

OBJECTIVES

- ▶ Due to the character of its business, MOL Group is a major energy user, therefore the improvement of energy-efficiency and GHG intensity of our operations is considered as a continuous priority.
- ▶ MOL Group also aims to minimize flaring of associated gas in its international upstream operations and maximize usage of these gases for heat or power generation.
- ▶ On the field of renewable energy one of our focuses is geothermal power. To a smaller extent, we are also exploring solar power deployment on buildings and in remote areas.
- ▶ In line with the European directives MOL Group is continuously increasing the rate of biofuels in its fossil motor fuels. In view of the recent concerns questioning the benefits of biofuels we are researching ways to develop new generation of biofuels. We are also extending our efforts to collect growing quantity of waste cooking oil from our customers.
- ▶ MOL Group has launched and continues to work on a series of R&D projects which are designed to reduce the life-cycle emissions of its products.
- ▶ MOL Group uses a number of channels for informing its customers about options to improve their fuel efficiency and promotes initiatives improving urban mobility.
- ▶ MOL Group is seeking for energy-efficient solutions during the renovation of offices and facilities as well as when renewing the car fleet. To minimize business related travel IT tools are also applied.

Therefore, climate protection for MOL Group does not only mean mitigating CO₂ emissions but also includes the wider preparation for an economy more reliant on low carbon technologies in the long run.

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Zsolt Hernádi
Chairman & CEO



József Molnár
Group CEO