

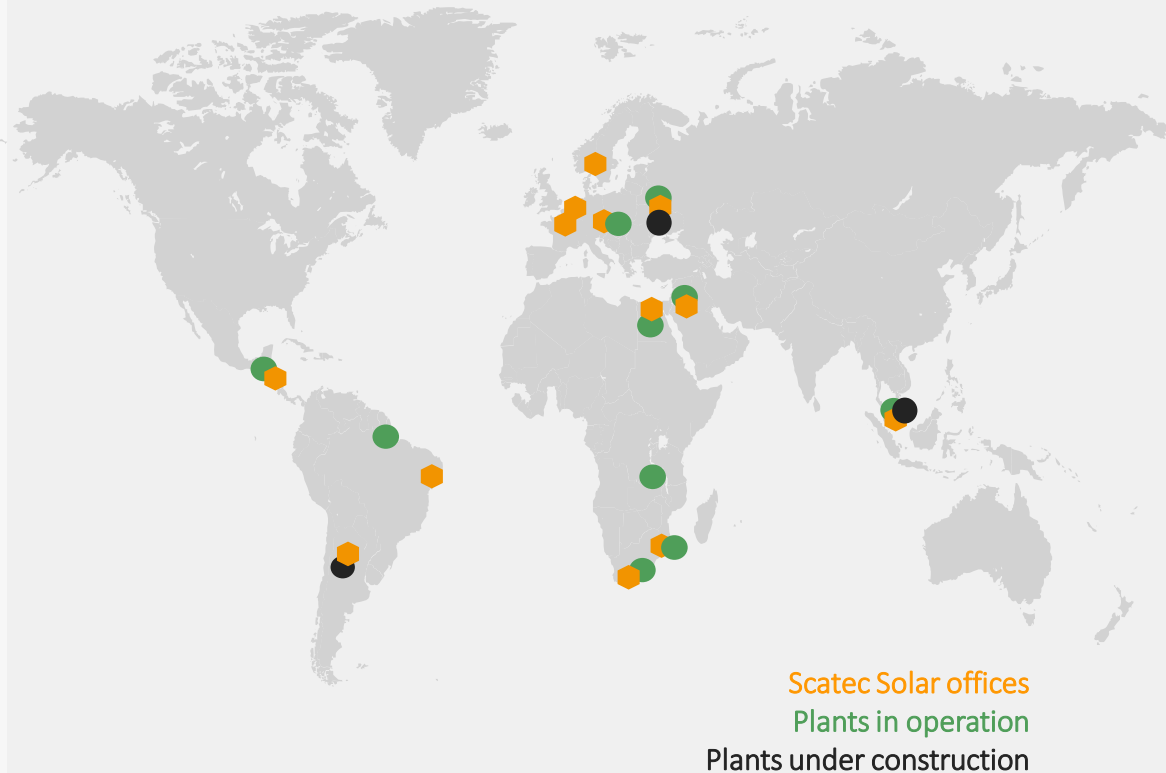


Scatec Solar: ESG Performance

Roar Haugland, EVP Sustainable Business & HSSE
10 September 2020



A leading player in emerging markets



1.9 GW
operation &
construction



373
employees



6.1 GW
backlog &
pipeline

Key facts

- Develop, build, own & operate solar plants across emerging markets
- Founded in 2007 – headquarters in Oslo, Norway
- Present in 18 countries globally

What we do today

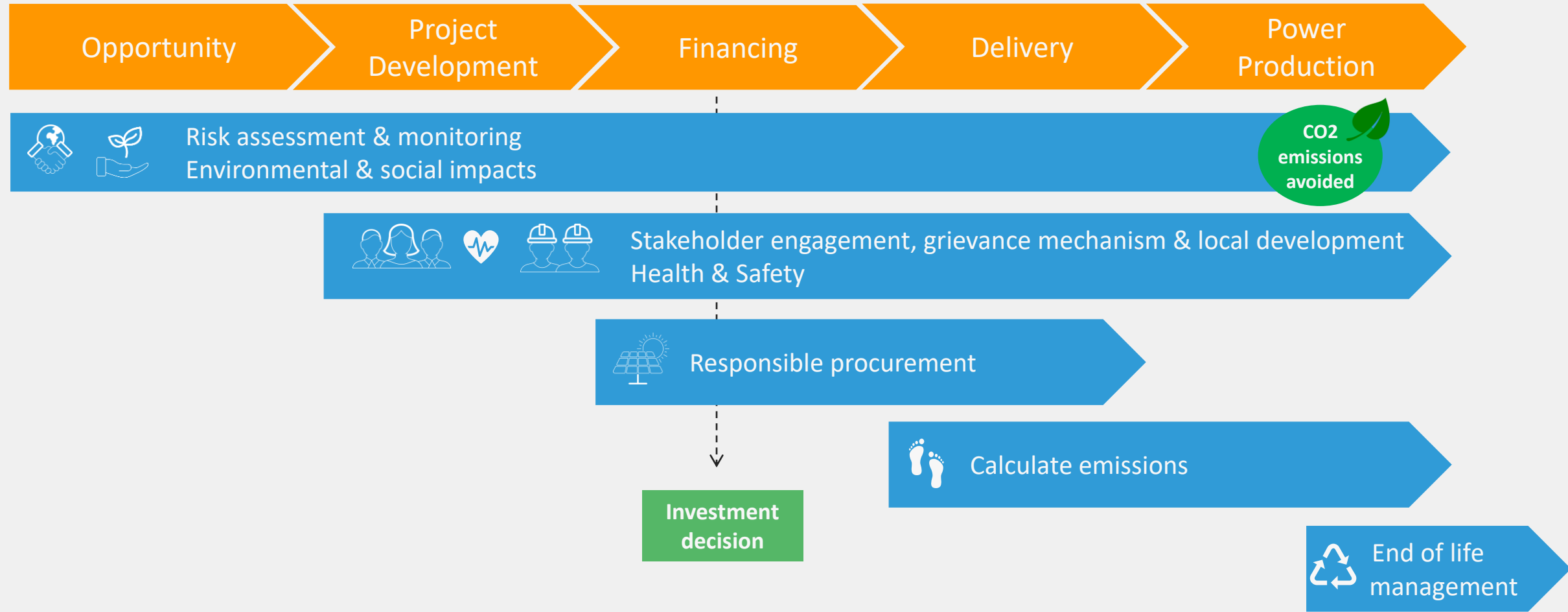
Pictures from Aswan Egypt - the world largest PV site



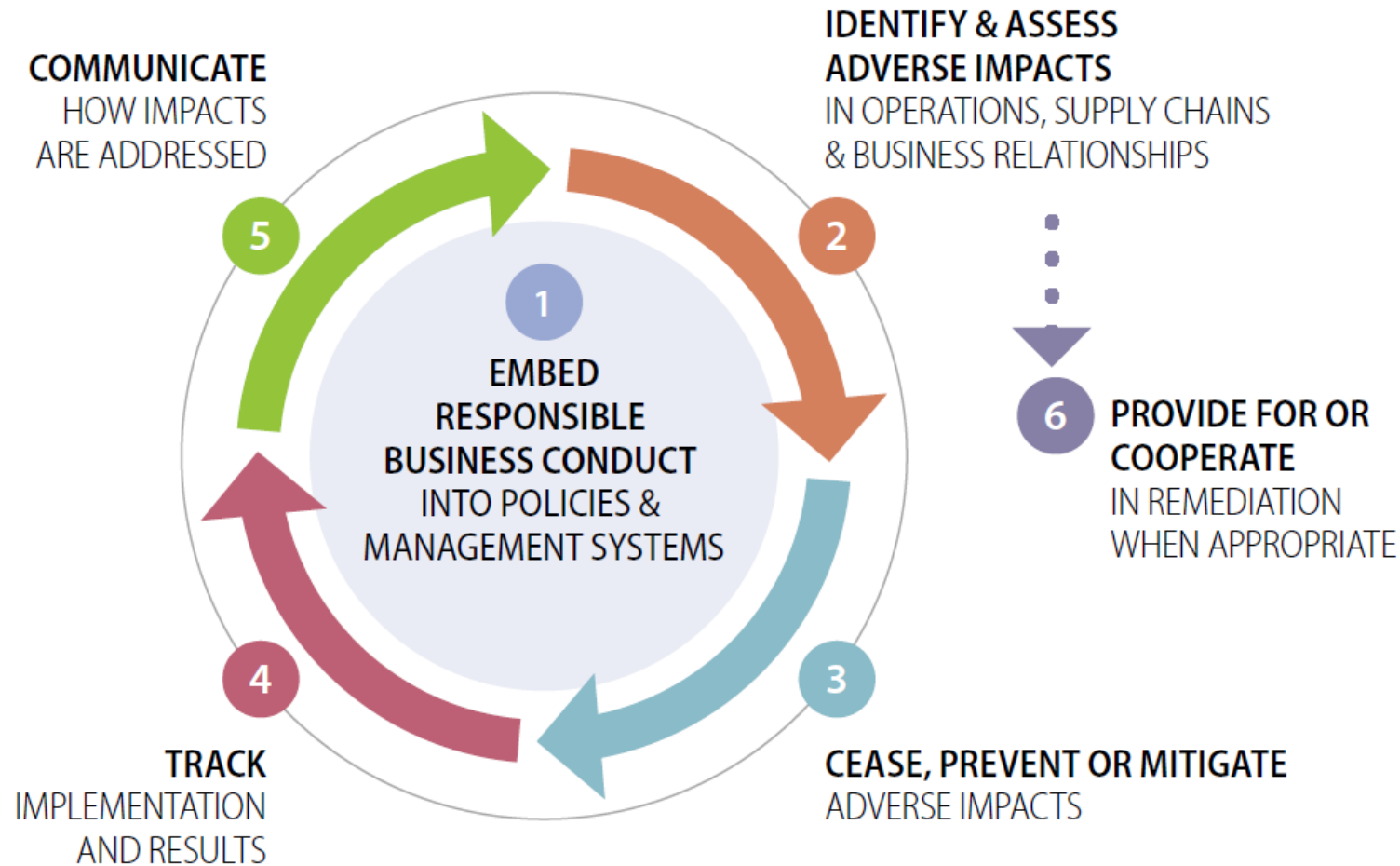
The 258 MW Upington solar plant in South Africa



ESG aspects are integrated in our operating model



Responsible Business Conduct: The process we follow



Managing the human rights narrative on the ground



Community solar PV – some project examples

Brazil: Rooftop solar system

- For local kindergarten and health care centre close to our solar plant Apodi
- Impact: Provides stable and clean electricity and contributes to significantly lower electricity costs



Honduras: Solar powered water pump

- Irrigation system for cornfields installed next to our solar plant Los Prados
- The system is generated by a solar powered water pump
- Impact: Food for own consumption that they previously had to be purchased



SA: Solar PV Internship Programme

- 5 interns for 12 months at our Dreunberg solar plant
- Internship opportunity in a community where job opportunities are limited
- Impact: Skills enhancements and one intern offered full-time position on the plant



Strong focus on transparent reporting of our ESG performance and work



ESG on OBX: Scatec Solar ranked among the best companies (score: A)

Alphabetical order

Norsk Hydro	A+
Yara International	A+
Aker Solutions	A
Borregaard	A
Entra	A
Equinor	A
Europris	A
Gjensidige Forsikring	A
Grieg Seafood	A
Mowi	A
Orkla	A
Scatec Solar	A
Telenor	A
Aker BP	A-
Atea	A-
Bakkafrøst	A-
DNB	A-
Kongsberg Gruppen	A-
Lerøy Seafood Group	A-
Nordic Semiconductor	A-
SalMar	A-
Schibsted	A-
SpareBank 1 Østlandet	A-
Storebrand	A-

Kongsberg Automotive	B
Kværner	B
Norske Skog	B
Norwegian Property	B
Shelf Drilling	B
SpareBank 1 Nord-Norge	B
SpareBank 1 SMN	B
Sparebanken Vest	B
Subsea 7	B
TietoEVRY	B
XXL	B
Golden Ocean Group	B-
Norway Royal Salmon	B-
Wilh, Wilhelmsen Holding	B-
Avance Gas Holding	C
Borr Drilling	C
BW LPG	C
FLEX LNG	C
Frontline	C
Hexagon Composites	C
NRC Group	C
Odfjell Drilling	C
PGS	C
SATS	C

Fjordkraft Holding	D
Norwegian Air Shuttle	D
Norwegian Finans Holding	D
Ocean Yield	D
Sbanken	D
Selvaag Bolig	D
SpareBank 1 Ringerike Hadeland	D
SpareBank 1 Østfold Akershus	D
Sparebanken Møre	D
Axactor	E
B2Holding	E
Bonheur	E
Bouvet	E
Crayon Group Holding	E
DNO	E
Medistim	E
Norwegian Energy Company	E
NTS	E
Olav Thon Eiendomsselskap	E
PCI biotech	E
Protector Forsikring	E
RAK Petroleum	E
Salmones Camanchaca	E
Self Storage Group	E



Strong ESG performance and ratings enable cheaper financing and more business



Rating summary: Low risk

#1 of 450 – Utilities

#1 of 48 – Renewable
power producers



Rating: A- (excellent)

Status: Prime

Prime threshold: C+



Rating: AAA (top rating)

Highest scoring range
relative to global peers

Revolving credit facility USD 90 million – Nordea Bank

3 ESG-linked KPIs:

1. Group targeted level for LTIFR (Lost time incident frequency rate)
2. Anti-Corruption training for all employees
3. Environmental and social baseline studies and risk assessment on all plants by external experts

Nordea

Key ambitions 2020: Update

Sustainability targets 2020

- Work towards achieving 22 sustainability targets for 2020

Responsible procurement

- Strengthening our resource base and due diligence process
- Organizing a Supplier Sustainability Initiative

Climate action

- Emissions reduction target for our company
- Expanding on emissions reporting for scope 3

Climate reporting: Strategic priority and key stakeholder focus

2019

Scope 1

Vehicles & Equipment



Diesel generators



Transformer stations



Scope 2

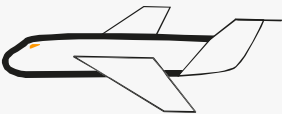


Purchased Electricity



Purchased Heating/Cooling

Scope 3



Business Air Travel

CO2 emissions from our business 2019:
10,972 tons

CO2 emissions avoided from our solar plants in operation in 2019:
870,637 tons

2020

Status:

- Reporting on more indirect emissions in scope 3
- Engaging with several of our key suppliers to capture more of our total environmental impact



Strong ESG performance is a key competitive advantage

1

Strict ESG standards: Operating in line with IFC Performance Standards, Equator Principles and OECDs Guidelines for Multinational Enterprises

2

Trusted partnerships: IFC, EBRD, Norfund, KLP and several larger development banks that all have high standards for the projects

3

Strong ESG track record and performance: ESG as an integrated part of our operating model with solid hands on experience across markets

4

Open and transparent ESG reporting: Key responsibility to our stakeholders and easier measure of our ESG performance and work



Thank you!

Links to 2019 report and ESG resources:

[Sustainability Report 2019 \(online version\)](#)

[Sustainability Report 2019 \(PDF\)](#)

[ESG resources](#)

