

Eni for 2022

A Just Transition



Mission

We are an energy company.

- 13 15** We concretely support a just energy transition, with the objective of preserving our planet
- 7 12** and promoting an efficient and sustainable access to energy for all.
- 9** Our work is based on passion and innovation, on our unique strengths and skills,
- 5 10** on the equal dignity of each person, recognizing diversity as a key value for human development, on the responsibility, integrity and transparency of our actions.
- 17** We believe in the value of long-term partnerships with the Countries and communities where we operate, bringing long-lasting prosperity for all.

Global goals for a sustainable development

The 2030 Agenda for Sustainable Development, presented in September 2015, identifies the 17 Sustainable Development Goals (SDGs) which represent the common targets of sustainable development on the current complex social problems. These goals are an important reference for the international community and Eni in managing activities in those Countries in which it operates.



ENI FOR 2022

A JUST TRANSITION

Disclaimer

Eni for 2022 is a document published on a yearly basis that contains certain forward-looking statements related to the different topics covered therein. Forward-looking statements are based on Eni management's reasonable assumptions and beliefs given the information available to them at the time the statements are made. Nevertheless, by their nature, forward-looking statements involve an element of uncertainty as they relate to events and depend on circumstances that may or may not occur in the future and which are, in whole or in part, beyond Eni's control and reasonable prediction. Actual results may differ from those expressed in such statements, depending on a variety of factors, including, without limitation: the impact of the Covid-19 pandemic, the fluctuation of the demand, the offer and pricing of oil and natural gas and other petroleum products, the actual operating performances, the general macroeconomic conditions, geopolitical factors and changes in the economic and regulatory framework in many of the Countries in which Eni operates, the achievements reached in the development and use of new technologies, changes in the stakeholders' expectations and other changes to business conditions. The readers of the document are therefore invited to take into account a possible discrepancy between the forward-looking statements included and the results that may be achieved as a consequence of the events or factors indicated above. Eni for 2022 also contains terms such as, for instance, "partnership" or "public/private partnership" used for convenience only, without a technical-legal implication. "Eni" means the parent company Eni SpA and its consolidated subsidiaries. This report has been translated from the Italian original version solely for the convenience of international readers. The Italian report can be found at the following link: [► Eni for 2022 - A Just Transition](#)

Photos

All the photos of the covers and the reports Eni for 2022 come from the Eni photographic archive.

Why should you read Eni for 2022?

Eni for describes Eni's contribution to a Just Transition that guarantees access to efficient and sustainable energy, with the 2050 target for carbon neutrality, to share social and economic benefits with workers, suppliers, communities and customers inclusively and transparently. Eni for 2022 aims to represent Eni's path in addressing these challenges through the three levers of the integrated business model: Carbon Neutrality by 2050, Operational Excellence and Alliances for Development, to generate long-term value for all stakeholders. Eni for, differently from the [Consolidated Disclosure of Non-Financial Information \(NFI\)](#), delves into the stories, concrete cases and testimonies of people Eni shares its journey with.

LEGEND

▷ External links

■ Internal links

■ Eni's approach to the Just Transition

Reporting principles and criteria

Eni for 2022 is prepared per the "Sustainability Reporting Standards" of the Global Reporting Initiative, in accordance with the GRI Universal and Sector Oil & Gas Standards published in 2021 and taking into account the 10 principles of the Global Compact. The commitments, broken down for each theme, are aligned with the annually updated and approved four-year Plan; therefore, these commitments may be redefined and/or updated accordingly, thus presenting variations between one publication and the next. Such variation does not occur for those commitments that have a baseline such as, for example, those related to climate.

The [Eni for 2022 - Sustainability Performance](#) includes the GRI Content Index, as well as the reference tables with: Task Force on Climate related Financial Disclosure (TCFD); Climate Action 100+; Sustainability Accounting Standards Board (SASB); World Economic Forum (WEF); EU Sustainable Finance Disclosures Regulation (SFDR); Women's Empowerment Principles (WEPs).

External assurance

In line with previous editions, Eni for 2022 also underwent a **limited assurance** audit by the independent auditors (PwC), who audited the Consolidated Financial Statements and the Non-Financial Statement, published within the Annual Report. Furthermore, Scope 1 and Scope 2 GHG emissions are subject to **reasonable assurance**.

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Message to our stakeholders



The events in Europe in 2022, correlated to Russia's invasion of Ukraine, have brought energy security and energy costs into focus as essential elements for our communities to be pursued alongside decarbonization. The challenge at the heart of the public debate is to find adequate answers to this trilemma in a context of extreme volatility, uncertainty and growing imbalances.

In this scenario, Eni has worked to contribute to European energy security. The company has pursued its path of transformation towards the decarbonization of products and services, leveraging a distinctive strategy based on geographical and technological diversification of energy sources, working with its stakeholders, and considering gas as a "bridge" energy source in the transition.

A few months after the outbreak of the war, we defined a series of agreements with our historical partners to diversify gas supplies to Italy and Europe, enabling us to replace 100% of the approximately 20 billion cubic metres previously supplied by Russia by 2025. This will be possible thanks to Eni's quick entry into production of its gas discoveries and the solidity of its rela-

tions with producing Countries. In this regard, in the last quarter of 2022, the first delivery of LNG produced by the Coral South field in Mozambique was completed, and we expect the first delivery of LNG from Congo as early as the end of this year.

At the same time, we remained firm in our commitment and our targets towards Carbon Neutrality by 2050, anchored on sound investments. We achieved a 17% reduction in Net GHG Lifecycle Emissions (Scope 1+2+3) compared to 2018. We continued implementing the necessary measures to achieve Scope 1+2 Net Zero emissions Upstream by 2030. We have worked to reduce our upstream emissions by investing in emission-reduction technologies and developing upstream low carbon projects. In particular, in April 2023, we launched the FPSO that will be used, as early as the middle of this year, for production from the Baleine deposit in Côte d'Ivoire, the most important discovery ever made in the Country and also the first Scope 1+2 Net Zero development in Africa.

We continue to invest in reducing methane emissions.

To provide effective answers to the energy trilemma and con-

tribute to providing abundant, affordable and environmentally sustainable energy, Eni has developed an innovative business and financial model that allows us to solve the problem of capital allocation, striking the right balance between investments and returns. The satellite business model envisages the creation of dedicated companies capable of independently accessing capital markets to finance their growth and able to exploit each business fully. These companies can access specialised capital pools, optimising Eni's financial structure while exploiting the technologies, know-how and services that Eni itself offers. In early 2023, Eni Sustainable Mobility became operational, offering progressively decarbonized products and services to reduce Scope 3 emissions in mobility, working alongside Plenitude, focused on increasing renewable capacity and providing decarbonized energy to end customers. With different purposes, the satellite model was applied in some E&P geographic areas, through business combinations that resulted in deconsolidated companies whose significant investments are financed autonomously, freeing up financial re-

sources to benefit energy security and sustainability.

We strongly believe in technological innovation as a driver to achieve our short-, medium- and long-term goals: proprietary technologies matured within traditional businesses and breakthrough technologies play a central role in Eni's decarbonization strategy. Among the former, Ecofining technology allows us to produce biofuels from biological origin waste and raw materials that do not compete with food use. In contrast, reservoir and storage technologies are used in synergy with depleted oil fields to develop effective CO₂ capture and storage solutions. In addition, we connected the first system for generating electricity from wave power, another potentially inexhaustible energy source, to the island of Pantelleria's electricity grid. Finally, we have increased efforts to accelerate the development of breakthrough technologies such as fusion, whose implementation and penetration, in the long run, could reshape energy paradigms globally, providing vast amounts of safe, potentially inexhaustible and zero-emission energy. In March 2023, we signed a new cooperation agreement with Commonwealth Fusion Systems (CFS), a spin-out of the Massachusetts Institute of Technology (MIT), to accelerate the industrialisation of fusion energy. CFS, where Eni is a strategic shareholder, is working to have the first pilot reactor capable of generating energy from fusion operational as early as 2025, with a view to the first grid-connected industrial plant planned for early next decade.

In the transformation path that Eni has undertaken, the UN Sustainable Development Goals are an important reference for conducting activities in the Countries where it operates for integrating principles and values into its gov-

ernance, business activities and financial instruments. Agri-business, for example, embodies the fundamental pillars of Eni sustainability: an energy transition with a strong innovative component combined with a strong focus for the social dimension. With this in mind, Eni is working to ensure that the decarbonization process offers opportunities to convert existing activities and develop new production supply chains with significant opportunities in the Countries where it operates. In 2022, the first cargo of vegetable oil produced in Kenya not competing with the food production chain, from waste and raw materials produced on degraded land, was delivered to Eni's biorefining plants, with substantial positive impacts on employment and local development. The model will be replicated in other Countries and is accompanied by a capacity-building initiative, carried out with IRENA, to train civil servants in the same Countries on the opportunities of developing a biofuel supply chain.

Through alliances for development, we also carry out local development projects in the Countries where we operate to help provide access to energy, education and health and promote economic diversification. Among the initiatives implemented in 2022 to support the Just Transition are those in Côte d'Ivoire, Mozambique and Ghana to facilitate access to clean cooking. In Côte d'Ivoire, more than 20,000 cookstoves were distributed in just six months, reaching more than 100,000 people. Eni has promoted the right to education in Congo, Ghana, Iraq, Mexico, Mozambique, and Egypt, where Eni opened the Zohr Applied Technology School, intending to significantly increase the number of young people with appropriate technical and professional skills in the energy and technology

fields. Furthermore, the year saw the Joint Declaration with UNIDO signed to strengthen collaboration in areas of common interest, such as economic diversification and renewable energy, in line with SDG 9 (Industry, Innovation and Infrastructure).

To protect and respect human rights, we promote a structured and rigorous approach, constantly monitoring activities and projects to assess their impacts and outcomes in line with the highest standards. Among them, the Guiding Principles on Business and Human Rights (UNGPs), the 10 Principles of the Global Compact and the OECD Guidelines for Multinational Enterprises are vital references to guide our business and corporate practices.

In managing the difficult challenges that Eni faces, we keep our priorities firmly on track with an ongoing commitment to protecting the health and safety of our people, safeguarding the integrity of our assets, and protecting the environment, biodiversity and water resources. We value a culture of diversity and inclusion as a strength for addressing change and are committed to promoting gender equality and women's empowerment in the workplace and communities.

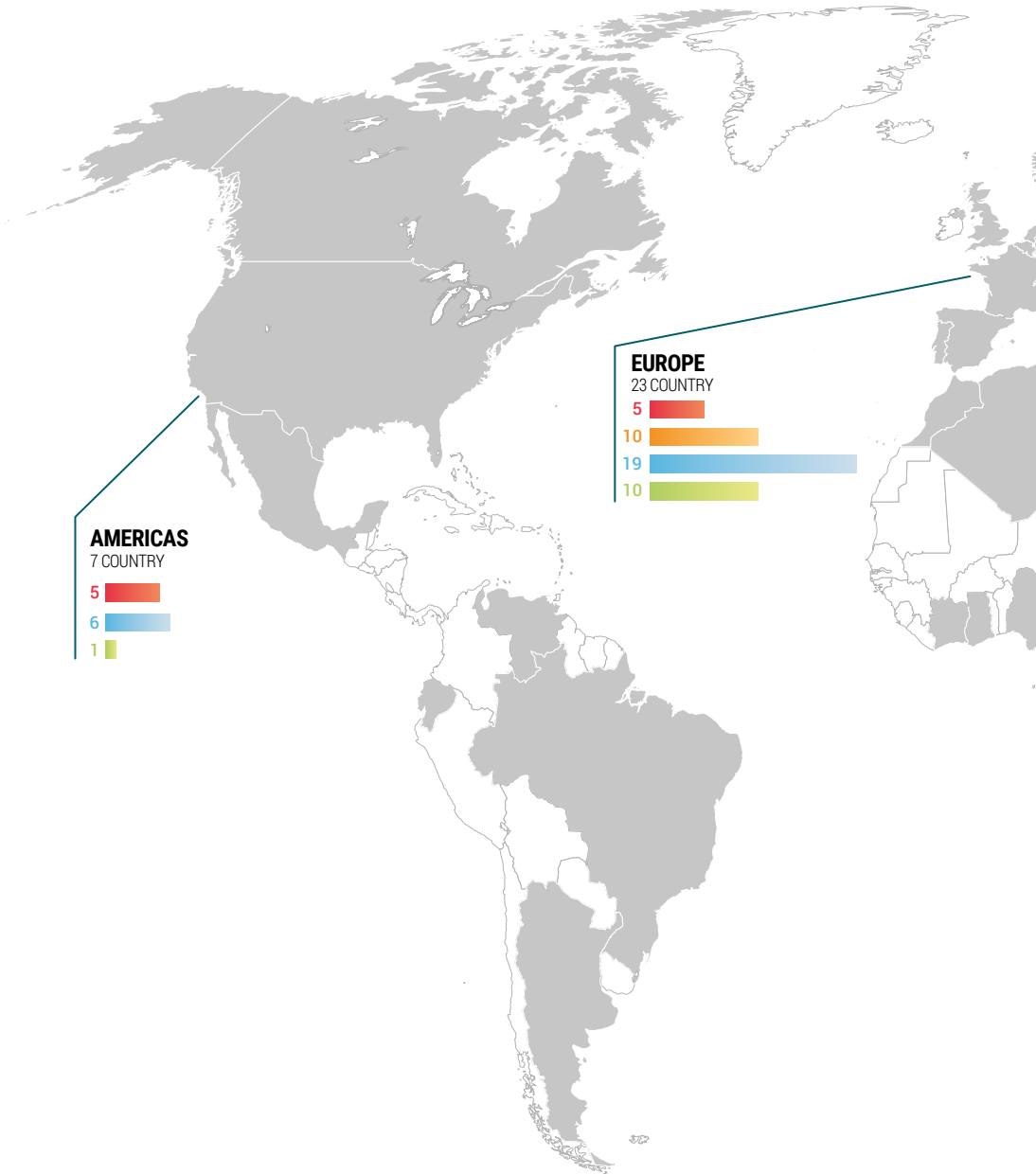
The success of our strategy can only be achieved with the collaboration of our stakeholders, from private, public, international and civil society organisations to research institutes. More than ever, there is a need to pool resources and human capital with a broad view to align on common goals to reduce geographical gaps and promote global human progress.

Claudio Descalzi
Chief Executive Officer



Eni in the world

Eni is an integrated energy company with a global presence, employing over 32,000 people, that aims to achieve Carbon Neutrality by 2050 satisfying the three fundamental energy goals: environmental sustainability, energy security and accessibility. Beyond environmental sustainability, Eni's commitment to a socially just and equitable energy transition, as stated in the Company's Mission, includes concrete actions to promote access to efficient and sustainable energy for all, reducing emissions related to its activities and to the whole supply chain of energy products sold, focusing on innovative and proprietary technological solutions, diversifying energy sources and creating at the same time long-term shared value. The path towards a Just Transition starts with a strong commitment from top management, but it necessarily requires the involvement of every Eni person in the world through the constant dissemination of strong values related to ethical and a socially Just Transition.



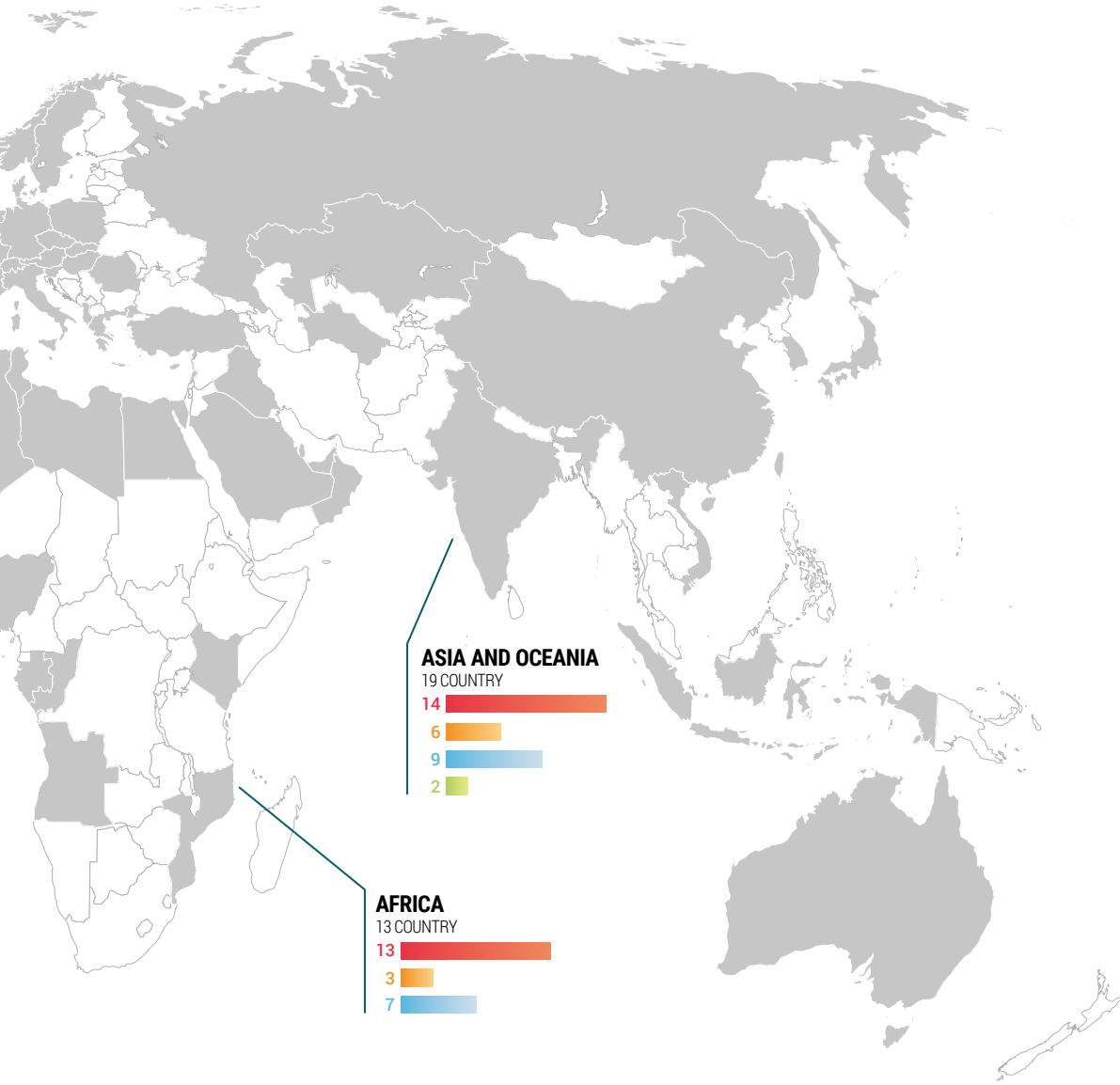
ENI'S ACTIVITIES IN THE WORLD EXPLORATION & PRODUCTION GLOBAL GAS & LNG PORTFOLIO REFINING & MARKETING AND CHEMICALS PLENITUDE & POWER

AMERICAS

ARGENTINA	■	■	■	■
BRAZIL	■	■	■	■
CANADA	■	■	■	■
ECUADOR	■	■	■	■
MEXICO	■	■	■	■
THE UNITED STATES	■	■	■	■
VENEZUELA	■	■	■	■

EUROPE

ALBANIA	■	■	■	■
AUSTRIA	■	■	■	■
BELGIUM	■	■	■	■
CYPRUS	■	■	■	■
CZECH REPUBLIC	■	■	■	■
DENMARK	■	■	■	■
FRANCE	■	■	■	■
GERMANY	■	■	■	■
GREECE	■	■	■	■
HUNGARY	■	■	■	■
ITALY	■	■	■	■
NORWAY	■	■	■	■
POLAND	■	■	■	■
PORTUGAL	■	■	■	■
ROMANIA	■	■	■	■
SLOVACK REPUBLIC	■	■	■	■
SLOVENIA	■	■	■	■
SPAIN	■	■	■	■
SWEDEN	■	■	■	■
SWITZERLAND	■	■	■	■
THE NETHERLANDS	■	■	■	■
THE UNITED KINGDOM	■	■	■	■
TURKEY	■	■	■	■



62

Countries of presence

€164 mln

total expenditure on Research and Development

29.9 mln

tonnes of CO₂eq. Net Carbon Footprint Eni (Scope 1+2)

1,796

persons hired

90%

reuse of freshwater

AFRICA

ALGERIA	■	■	■	■
ANGOLA	■	■	■	■
CONGO	■	■	■	■
EGYPT	■	■	■	■
GABON	■	■	■	■
GHANA	■	■	■	■
IVORY COAST	■	■	■	■

KENYA	■	■	■	■
LIBYA	■	■	■	■
MOROCCO	■	■	■	■
MOZAMBIQUE	■	■	■	■
NIGERIA	■	■	■	■
TUNISIA	■	■	■	■

ASIA AND OCEANIA

AUSTRALIA	■	■	■	■
BAHRAIN	■	■	■	■
CHINA	■	■	■	■
INDIA	■	■	■	■
INDONESIA	■	■	■	■
IRAQ	■	■	■	■
JAPAN	■	■	■	■
KAZAKHSTAN	■	■	■	■
LEBANON	■	■	■	■
OMAN	■	■	■	■

QATAR	■	■	■	■
RUSSIA	■	■	■	■
SAUDI ARABIA	■	■	■	■
SINGAPORE	■	■	■	■
SOUTH KOREA	■	■	■	■
THE UNITED ARAB EMIRATES	■	■	■	■
TIMOR LESTE	■	■	■	■
TURKMENISTAN	■	■	■	■
VIETNAM	■	■	■	■

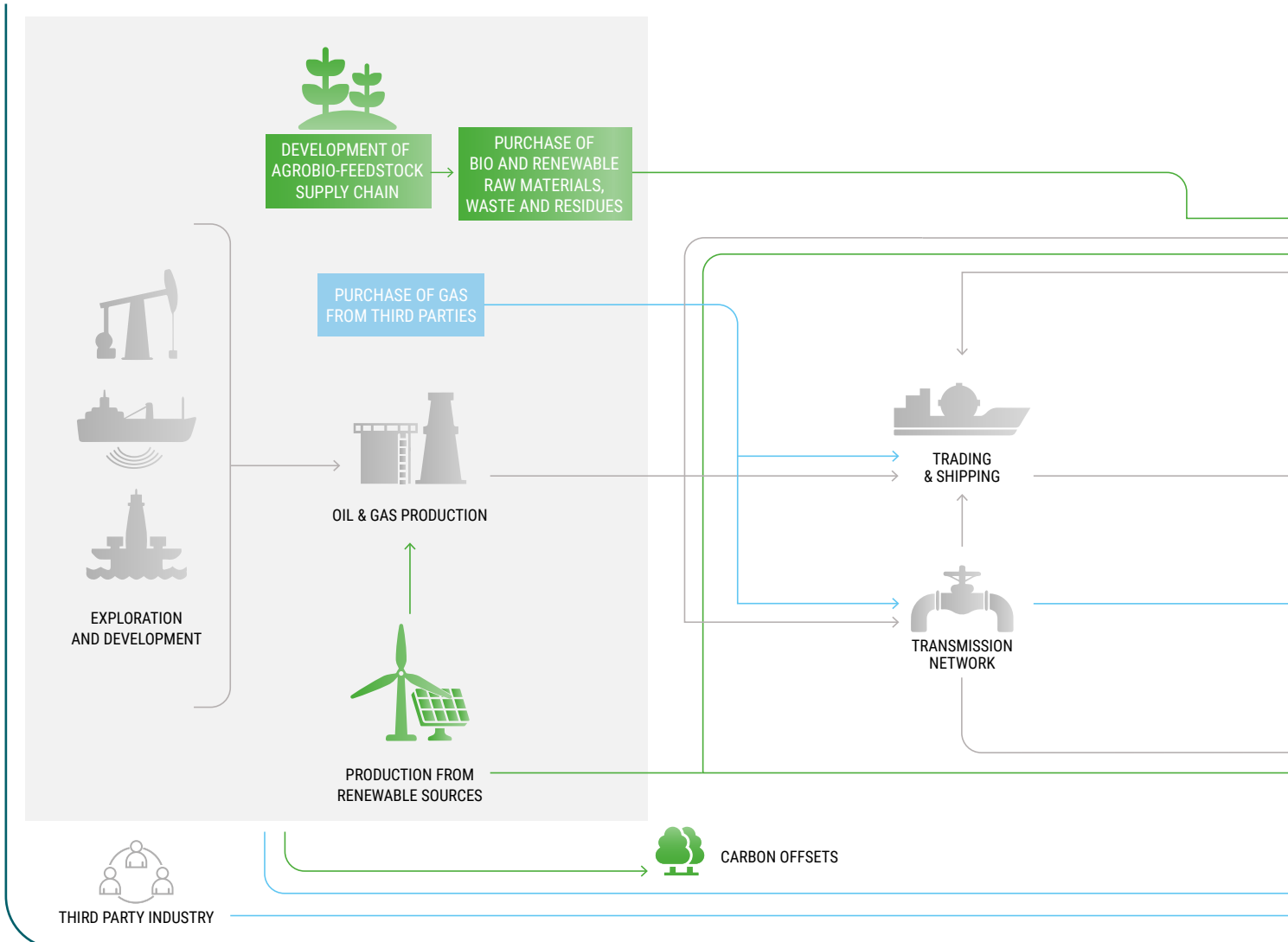
Eni's activities: the value chain



View from above of the Porto Torres plant

Eni is a global energy company with a high technological content, engaged along the entire value chain: from the exploration, development and extraction of oil and natural gas, to the generation of electricity from cogeneration and renewable sources, traditional and biorefining and chemicals, and the development of circular economy processes. Eni extends its reach to end markets, marketing gas, power and products to local markets and to retail and business customers, also offering services of energy efficiency and sustainable mobility. **Consolidated expertise, geographical and technological diversification of**

OUR VALUE CHAIN



energy sources, alliances for development, as well as new business and financial models are Eni levers to meet each of the essential pillars of the energy trilemma, achieving environmental sustainability, side-by-side with energy security and affordability, while also maintaining a strong focus on value creation for shareholders. Along this path, Eni is committed to become a leading company in the production and sale of decarbonized energy products and increasingly customer-oriented. Eni's strategy to reach Carbon Neutrality by 2050 leverages on an industrial transformation to be implemented by

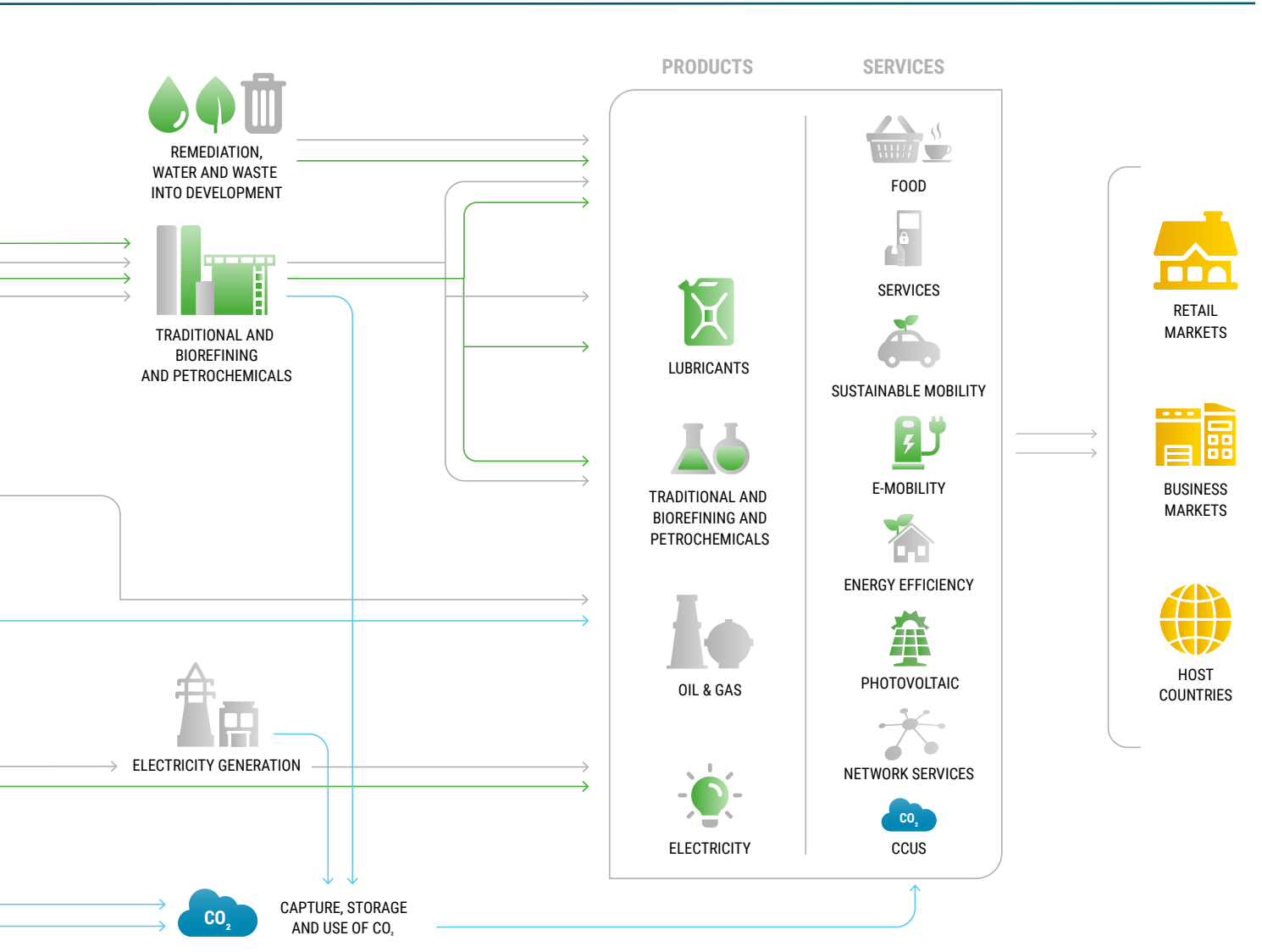
strengthening available and economically sustainable technologies such as:

- **Progressive growth of the gas component as a bridge energy source** in the transition, flanked by investments to reduce emissions;
- **Bioenergy** through the development of biomethane and biofuels, by increasing feedstocks of bio and renewable raw materials, waste and residues and of an integrated agri-feedstock production chain not in competition with food production;
- **Renewables** through increased capacity and integration with the retail business;
- **Carbon Capture Storage (CCS)** through

the development of hubs for the storage of the CO₂ from hard-to-abate emissions generated by Eni's and third parties' industrial plants;

- **Progressive increase in the production of new energy carriers**, including hydrogen.

The scale use of these solutions together with research into breakthrough technologies, such as magnetic confinement fusion, can support the revolution of the energy sector. Residual emissions, i.e. those that cannot be reduced due to technical and economic constraints, will be offset through high quality carbon offsets, mainly deriving from Natural Climate Solutions.



Business model

Eni is an integrated energy company supporting a socially fair energy transition that through concrete and economically sustainable solutions, aims to face the crucial challenges of the current time: combating climate change and giving access to energy in an efficient and sustainable way for all

Eni's **business model** is aimed at creating long-term value for all stakeholders through a strong presence along the entire energy value chain. The core is represented by **Eni's mission**, inspired by the United Nations 2030 Agenda, whose foundations are embodied in Eni's **distinctive approach**, which permeates all activities. Eni is committed to fulfilling the essential pillars of the energy system trilemma, pursuing environmental sustainability together with energy security and affordability. These goals leverage the diversified geographical presence and a diversified mix of energy sources, which, together with a portfolio of new technologies and their fast-track development, will create a diversified energy mix for energy transition supporting energy security, progressing in value creation and breakthrough opportunities, while recognising the essential role of **partnerships and alliances with stakeholders**, to ensure their active involvement in the transformation of the energy system.

The agile and innovative business model leverages **proprietary technologies** at the base of traditional businesses for the development of a satellite model of creating dedicated entities capable of independently accessing capital markets to fund their growth and to reveal the real value of each business.

This integrated business model is supported by a **Corporate Governance system** inspired by the principles of transparency and integrity, an **Integrated Risk Management Model** ensuring, through the assessment and analysis of the risks and opportunities of the reference scenario, informed and strategic decisions, as well as **materiality analysis** to examine the most significant impacts generated by Eni on the economy, environment and people, including those on human rights.

The operation of the business model is focused on the best possible use of all the resources (inputs) of the group and on their transformation into outcomes, through the implementation of its **strategy**, while contributing to the achievement of the **Sustainable Development Goals (SDGs)** of the 2030 Agenda.

Eni also organically integrates its business plan with the principles of environmental and social sustainability, deploying its actions along three levers:



OPERATIONAL EXCELLENCE: Eni's business is aimed to operational excellence through the continuous commitment in the enhancement, health and safety of people, assets integrity, environmental protection, respect for human rights, resilience and diversification of activities and financial soundness. These elements allow Eni to seize the opportunities deriving from the possible developments in the energy market and to progress its transformation path.



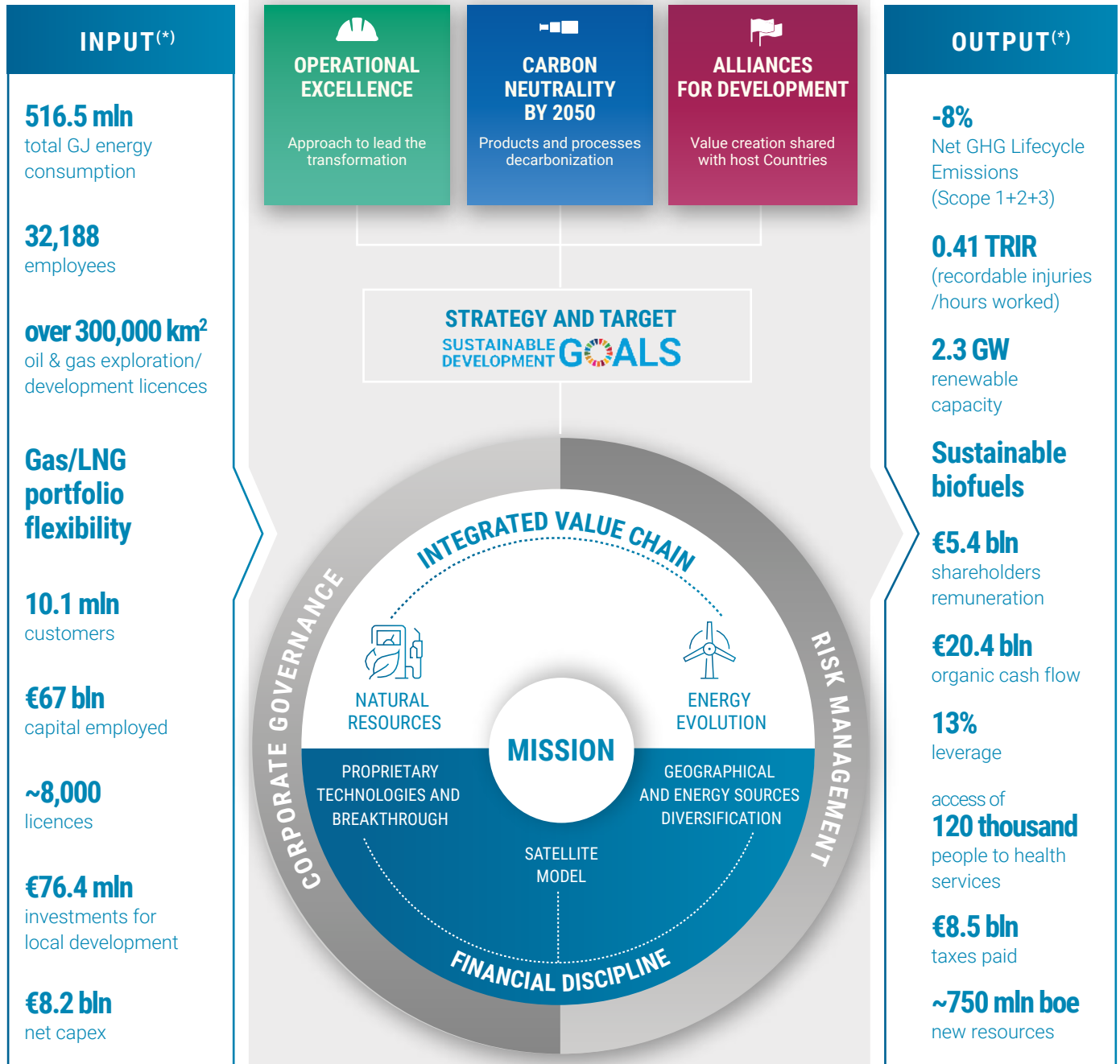
CARBON NEUTRALITY BY 2050: Eni's business model envisages a decarbonization path towards Carbon Neutrality by 2050 based on an approach oriented to emissions generated throughout the life cycle of energy products. This path, achieved through existing technologies, will allow Eni to totally reduce its carbon footprint, both in terms of net emissions and in terms of net carbon intensity. In this context gas figure as a bridge energy source in transition.



ALLIANCES FOR THE PROMOTION OF DEVELOPMENT: Eni is committed to reduce energy poverty in the Countries where it operates through the development of infrastructures linked to traditional business but also to the new frontiers of renewables with the aim of generating value in the long-term by transferring its know-how and skills to local partners (so called "Dual Flag" approach). In these Countries, Eni promotes initiatives to support local communities' accessing to energy, to diversify economy, training and health of community, access to water and sanitation, and protection of the territory, in collaboration with international players and in line with the National Development Plans and the United Nations 2030 Agenda.

VALUE CREATION FOR STAKEHOLDERS

Through an integrated presence all along the energy value chain



(*) In 2022, unless stated otherwise.

Towards a Just Transition: scenario and global challenges

Eni intends to play a defining role in the path towards a just energy transition

The challenges facing the world energy system, both now and in the coming years, appear increasingly complex and articulated as the goals and targets to be pursued have increased, and the actions to be taken have become increasingly urgent. If, until the outbreak of the war in Ukraine, the key objectives for the coming decades were the fight against climate change and universal access to energy, after the outbreak of the war, the complexity of energy systems grew exponentially, with disruptive dynamics in the oil and gas markets, highlighting a weakness in the current energy system and re-awakening de-

mand for the most polluting fuel, coal. These events led to the urgency to take concrete actions to mitigate the effects of such turbulence immediately and over time for consumers and the global economic system. The sharp contraction/disappearance of oil, gas and coal flows from Russia, on which the European market has historically depended, has brought to everyone's attention the urgency of adding a fundamental pillar to future goals: energy security. Over the next three decades, energy demand will continue to grow, driven by the needs of emerging economies, while industrialised Countries

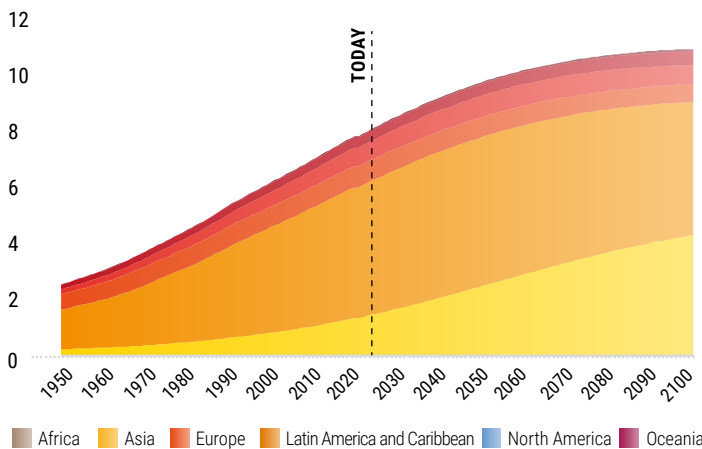
will see a gradual slowdown in consumption, mainly driven by energy efficiency and energy saving processes. Fossil sources will continue to play an essential role in the energy mix (also thanks to CCUS, which allows for a lower emission profile). However, their share is expected to decrease compared to today. This is mainly due to the lower coal input, to be replaced by sources with a lower environmental impact (gas and renewables). Breakthrough technologies such as nuclear fusion will enter the mix and, together with new sources/vectors, will help reduce the world's energy system footprint.

9,7 bln
people in 2050

+1,6 bln
people in 2050 in Africa and Pacific Asia

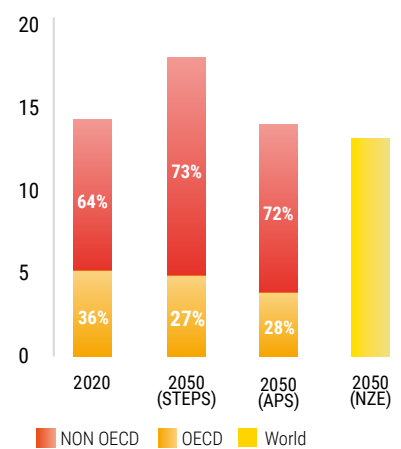
+33%
energy demand in 2050 vs. 2021 in emerging Countries

WORLD POPULATION (bln of people)



Source: United Nations, Department of Economic and Social Affairs, Population Division (2022). World Population Prospects 2022, Online Edition.

ENERGY DEMAND (Gtep)



Source: International Energy Agency (2022), World Energy Outlook 2022, IEA, Paris.

THE DIFFERENT ENERGY SCENARIOS

The need to implement plans and actions to limit the global average temperature increase to within 1.5°C is supported by the Intergovernmental Panel on Climate Change (IPCC), a United Nations organization responsible for providing scientific evidence on climate change. In its recent report (AR6), the IPCC reaffirms the importance of limiting the temperature increase to 1.5°C relative to pre-industrial levels by the end of

the century. In addition, IPCC underlines that achieving this goal requires immediate and rapid reductions in global GHG emissions and achieving Net Zero for CO₂ emissions around 2050. The evolutionary pathways compatible with this goal are many. For example, in the global energy landscape, the International Energy Agency (IEA) targets Net Zero emissions by 2050 (jointly with full access to energy by 2030) in its NZE pathway constructed with a backcasting logic, i.e., identifying in reverse what

is needed for the achievement. To this end, according to the Agency, it is already necessary in the immediate term to adapt/modify existing energy systems or build new ones, requiring major investments. In this path, even with a population increase of about 2 billion and a global economy growing at an average rate of 3% per year, global energy demand in 2050 decreases compared to today (-15% vs. 2021). Within the WEO - World Energy Outlook, the IEA also publishes two scenarios constructed

with forecasting logic that, based on economic and demographic drivers, incorporate the policies implemented and planned by Governments (STEPS - Stated Policies Scenario, to which is associated a temperature increase of about 2.5°C in 2100), and the achievement within the stated timeframe of the Net Zero targets announced by Governments (APS - Announced Pledges Scenario, to which is associated a temperature increase of about 1.7°C in 2100). STEPS draws an energy landscape to 2050 in which energy demand grows at a rate close to 1% per year on average, reflecting population and

economic dynamics, tempered by the push for energy efficiency. Fossil fuels, particularly gas and oil, still play a central role in the mix (47% of the total vs. 52% today) and intermittent renewables (solar and wind) increase their role (12% to 2050 vs. 2% today). In the APS, energy demand in 2050 remains in line with current levels. The mix shifts in favor of low carbon sources, with an increasing share of nuclear (9% to 2050 vs. 5% in 2021) and intermittent sources (24% to 2050 vs. 2% in 2021); fossil sources, while decreasing, still maintain a prominent role in the energy mix (Oil & Gas equal to 31% of the

mix in 2050 vs. 52% in 2021); natural gas, despite its lower emission intensity among fossil fuels, reduces its weight in the overall energy mix (14% in 2050 vs. 23% today), penalized by the energy crisis that is slowing the exit of more polluting sources (e.g. coal), with negative emission impacts in the short-term. In such a scenario, although oil demand is expected to fall (to 57 Mb/d in 2050 vs. about 95 Mb/d in 2021), there remains a need for upstream investments to compensate for declining production from existing fields, also in light of the sector slowing down in recent years.

The historical link with Africa inevitably strengthens as we face the challenge of security of supply with our energy transition goals in mind: transition and security are precisely the two dimensions we must continue to work on through our partnerships
| CLAUDIO DESCALZI -
CHIEF EXECUTIVE OFFICER
OF ENI |

FOCUS ON

Energy security at the centre of global agendas: Eni's contribution

The trilemma facing the energy sector requires balancing the environmental sustainability challenge with the need to ensure energy security and accessibility for everyone within a context of a growing world population. Eni recognises the need to be agile and flexible in addressing this predicament by adopting a model based on the diversification of the energy and geographical mix, the development of new technologies and the central role of gas as support of transition. In an uncertain and volatile context, exacerbated by the consequences of the war in Ukraine, in 2022 Eni moved quickly to define a series of agreements with its historical partners to diversify gas supplies to Italy and Europe, enhancing own gas discoveries. At the same time, Eni has maintained its decarbonisation efforts and objectives, including those relating to Scope 3 emissions. The plan will allow Eni to replace more than 50% of the approximately 20 billion cubic meters of gas historically supplied from Russia, helping to guarantee Italy sufficient volumes to fill gas storages at a record level, exceeding the target of 80%. By 2025 Eni expects to replace 100% of this gas with the increase of production in Africa, that will guarantee additional supply via pipe and LNG. Environmental sustainability, security and energy accessibility are global issues not concerning only Italy and Europe, as they are particularly relevant in developing regions. With this in mind, in 2022 Eni strengthened its own historical link with the Countries in which it operates, particularly in Africa, allocating to domestic market approximately 90% of the gas produced, contributing to the access to safe energy for local communities. At the same time, Eni is working to reduce the emissions associated with its production through investments in efficiency, the construction of photovoltaic plants to power its assets (for example in Egypt and Algeria) and the development of Upstream projects with a low carbon footprint, such as Baleine in the Ivory Coast, which will be the first Net Zero (Scope 1+2) development on the continent.

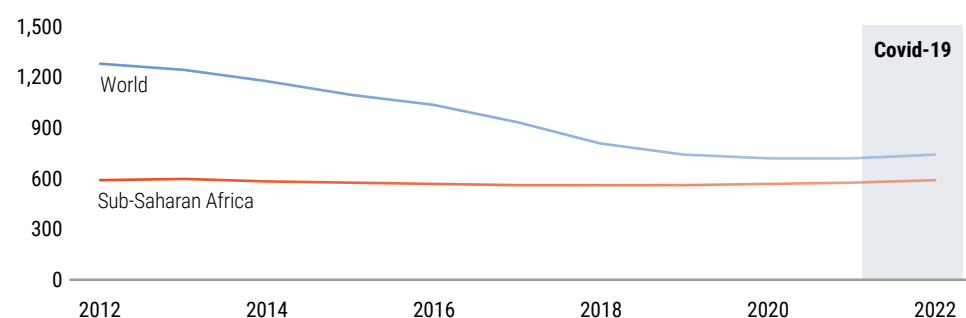
UNIVERSAL ACCESS TO ENERGY

In 2021, about 750 million people – about 10% of the world's population – had no access to electricity, mainly in Sub-Saharan Africa and South East Asia. While the last 20 years have seen huge improvements, especially in India, the pandemic followed by the energy crisis has reversed several years of progress. Indeed, the global energy crisis is also undermining efforts to ensure universal access to safe and affordable energy, especially in developing Countries where populations without access to electricity are on

the rise after years of decline (~+20 million in 2022 vs. 2021), particularly in Sub-Saharan Africa, where the

number of people without access has almost returned to its 2013 peak.

NUMBER OF PEOPLE WITHOUT ACCESS TO ELECTRICITY IN SUB-SAHARAN AFRICA AND THE WORLD, 2012-2022



Source: International Energy Agency (2022), World Energy Outlook 2022, IEA, Paris.

The Just Transition for Eni

The energy transition is first and foremost a technological transition and it requires a solid industrial and innovative capacity accompanied by a strong focus on the social dimension. With this in mind, Eni is working to ensure that the decarbonization process offers opportunities to convert existing activities and develop new production supply chains with significant opportunities in the Countries where it operates. At the same time, Eni is committed to managing any potential negative impact on workers, communities, consum-

ers and business partners in both "transition-out" and "transition-in" activities, leveraging a robust approach to respect for human rights, diversity and inclusion and the empowerment of women. Globally, important initiatives have been launched by Governments, the European Commission and international bodies such as the IEA and IRENA (International Renewable Energy Agency). These initiatives are primarily addressed to Governments, but a Just Transition can only be achieved with the specific involvement and commitment of

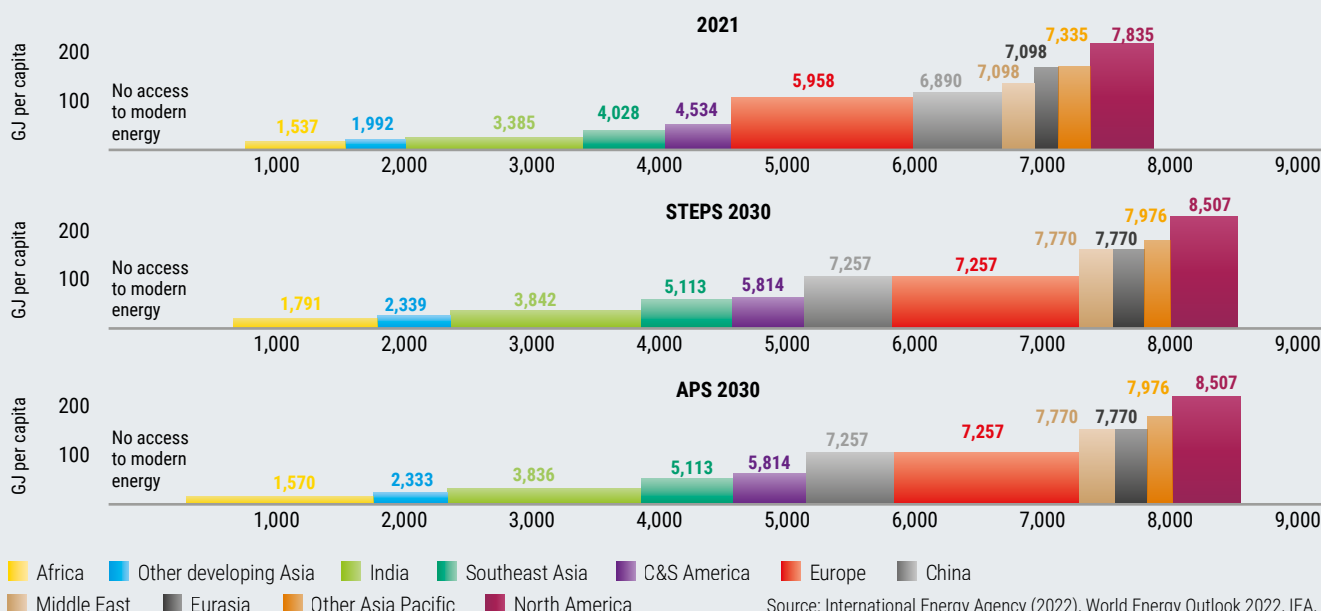
the private sector. Furthermore, various international frameworks, also the result of dialogue between companies, civil society, investors and institutions, have started to outline guidelines to define how companies can contribute positively to the transformation of the current energy and economic system, taking into account the social impact. In this area, Eni was one of the seven companies in the sector that took part in the definition of the [Just Energy Transition Framework](#) outlined by the Council for Inclusive Capitalism.

FOCUS ON

What does a Just Transition mean in concrete terms?

In promoting a Just Transition, it is crucial to take a different approach between Countries with advanced economies and Countries with emerging economies. **In Countries with developed economies** there are two aspects of the transition to be adequately managed: "Transition-Out", i.e. the need to convert and close specific sites or sectors of activity; and "Transition-In", i.e. the development of new businesses, infrastructures, products. The people potentially negatively impacted by the "Transition-Out" may not be the same as those who benefit from the "Transition-In". Similarly, it is necessary to ensure that the new "low carbon" sectors are characterised by decent jobs and positive impacts on the communities is necessary. **In Countries with emerging economies**, on the other hand, the need to reconcile the right to development and access to energy with the global need to reduce emissions must remain a priority, taking into account the principle of "common but differentiated responsibilities". The very concept of "Transition-Out" is challenging to apply in Countries that have consistently experienced energy poverty and low per capita emissions levels. The Just Transition in these areas will, therefore, be primarily concerned with overcoming energy poverty, also through solid international coordination, to support these Countries in their industrial and technological evolution towards clean energy infrastructures. Furthermore, the potential retributive effects on a global scale linked to the expansion of new sectors, such as the production of plant-based energy feedstocks or the extraction of minerals used in the low carbon energy chain, need to be evaluated and managed so that they do not translate into a further expansion of existing inequalities.

ENERGY PER CAPITA PER REGION IN THE IEA STEPS AND APS SCENARIOS, 2021 AND 2030 (mln of persons)





The conversion of the refinery into a biorefinery supports the process of decarbonization, diversification of productions, and sustains the community of the Gela territory where Eni has been present for over 70 years

HOW ENSURE A JUST TRANSITION IN A CONTEXT CHARACTERIZED BY A POLYCRISIS

What are the main issues the Council for Inclusive Capitalism focuses on?

The Council for Inclusive Capitalism helps private sector leaders identify, share, and make use of the best ideas for how to profitably operate businesses in ways that meet the needs of people and the planet. Our community of [▶ more than 400 members](#) and platform of 700+ actions cover a range of issues, from racial and gender equity to the Just Energy Transition

The polycrises we are facing worldwide (Covid-19, the war in Ukraine, raising inflation, interest rates) is causing an increase of inequalities: what role businesses could play on it?

There is market demand for companies to provide goods and services that meet society's most urgent needs. At the Council, we point to businesses that are rising to the challenge. For example, several pharmaceutical companies rapidly developed Covid-19 vaccines, but it was a Council member that sold its vaccine on a not-for-profit basis for broader uptake. [▶ A long list of companies and investors](#), including

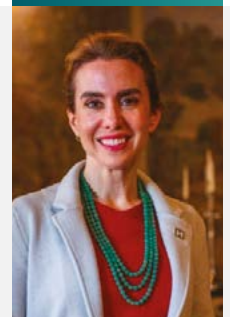
Council members such as Eni, took action when Russia invaded Ukraine, recognizing the war's destabilizing impacts on economies and societies globally. Other Council members have walked back from policies that inadvertently penalized the most vulnerable, recognizing that increased economic activity benefits business and the communities in which businesses operate. Businesses bring important ideas, ingenuity, and innovation to create greater value that is more broadly utilized. This approach to capitalism is good for business and reduces inequalities.

How a Just Transition could be effectively pursued? What challenges do you see and how to overcome them? How an energy company like Eni could face such challenges?

The Just Energy Transition will require engagement from Governments, investors, businesses, and the people most affected. Our [▶ Just Energy Transition Framework for Company Action](#) focuses on the private sector's role, offering the first guide for companies on concrete actions they can take to implement an energy transition that advances both environmental and social goals with a focus on workers, customers, and communities. We are

working with Council members like Eni to [▶ share examples of how they are doing this work in practice](#). Making transitions just will require trade-offs—such as developing responsible strategies to convert, retire, or sell carbon-intensive assets—as well as risk taking to pursue new business strategies and cross-sectoral partnerships. But companies can and already are stepping up, and innovative approaches will lead to more responsible production and consumption, meeting consumers' needs while better allocating resources and creating jobs.

INTERVIEW



Interview with Meredith Sumpter

Sumpter is the CEO of the Council for Inclusive Capitalism. Formerly, she was Head of Research & Strategy at Eurasia Group, and her nearly 20-year experience in public policy, analysis, and business spans multiple regions and sectors. She previously also led strategic advisory for Fortune 500 firms across Asia, worked in the US Senate, and served as a US diplomat in Beijing.



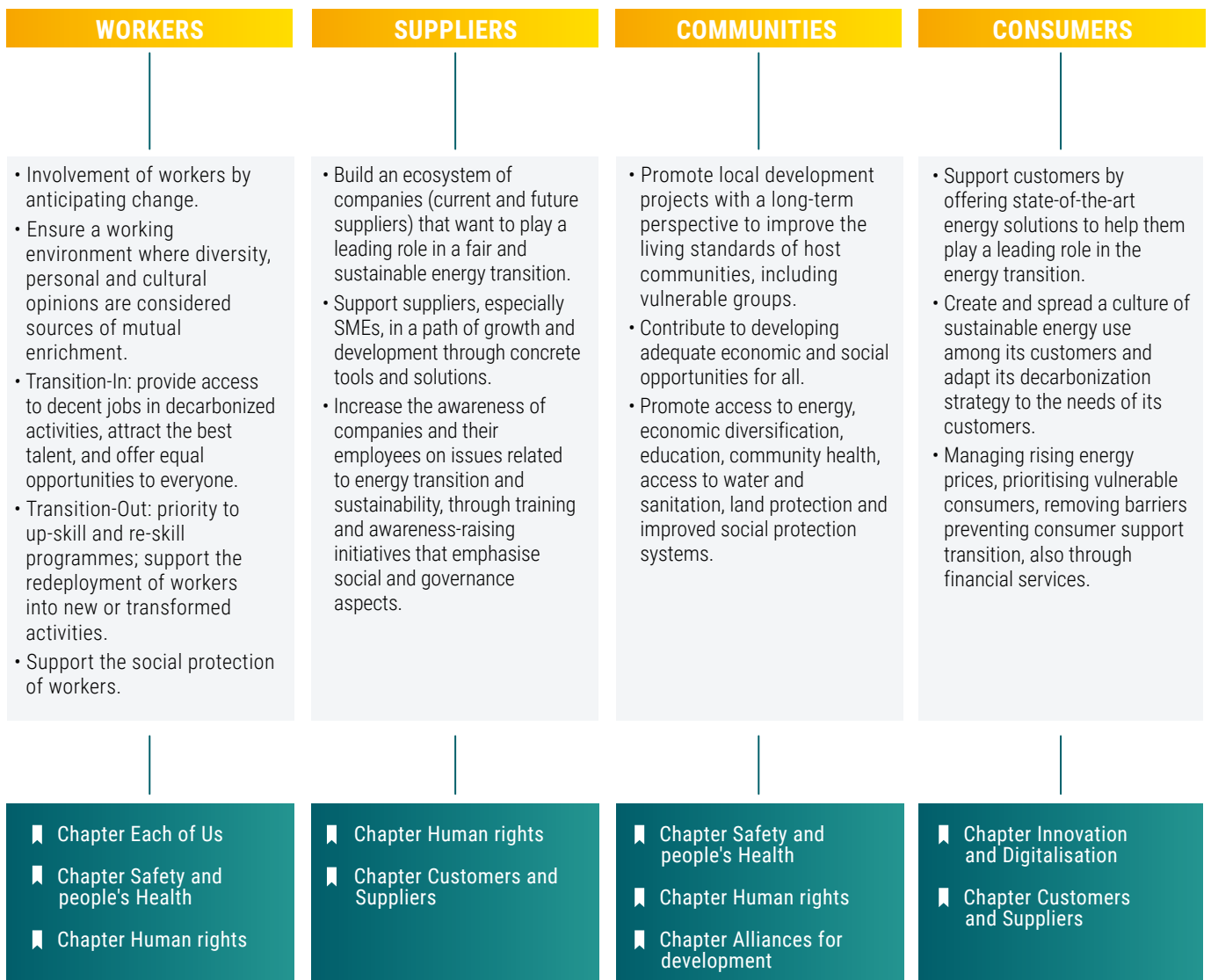
ENI FRAMEWORK FOR JUST TRANSITION

Based on this scenario and in line with the guidelines of the emerging frameworks, Eni is sharing its transition path with all its stakeholders, particularly with four main categories: workers, suppliers and business partners, com-

munities and consumers. The dialogue will make it possible to systematise the commitments and actions already put in place, defining strategies, targets and indicators to be monitored over time to assess the effectiveness of the path undertaken. The starting point and linking ele-

ment between Eni’s strategy and the management of the social repercussions and opportunities brought by this path is the human rights management model, which over the last five years has been successfully developed and consolidated within Eni’s main processes.

“PEOPLE-CENTRED” TRANSITION



▣ Approach to Human rights

▣ Carbon neutrality by 2050

THE BENEFITS OF A JUST TRANSITION

In December 2022, Eni published a focus report, [▶ Eni and the people-centred transition](#), which describes the company's commitments to workers, suppliers, com-

munities and consumers. These commitments, and the resulting actions, are aligned with the principles of a Just Transition set out in the Paris Agreement, the 2015 ILO Guidelines for a Just Transition, the "Supporting the Conditions for

A Just Transition Internationally" Declaration signed by 14 Governments and the European Commission, during COP26, and the recommendations of the IEA's "Global Commission on People-Centred Clean Energy Transition".

FOCUS ON

THE HYNET NORTH WEST PROJECT

Project: HyNet North West is an integrated project for the capture of emissions from hard-to-abate energy-intensive industries, the development of low carbon hydrogen, and the creation of the first CO₂ capture and storage infrastructure in the UK.

Benefits: HyNet will create opportunities to attract internal investments, with the potentiality to generate up to £2.8 billion of gross value added in the period 2022-2030, and protect 350,000 existing jobs in hard-to-abate sectors in the North West of the UK. It has been estimated that by 2030 HyNet NW will reduce carbon emissions by up to 10 million tonnes of carbon per year, equivalent to the emissions produced today by around four million cars.

THE DEVELOPMENT OF AGRIBUSINESS PROJECTS

Project: Eni is developing the biofuel chain to contribute to its own biorefining system in the coming years. These productions are based on new circular economy models: agri-hubs to convert locally produced raw materials into plant oil and proteins used for animal feed and biofertilisers. Eni plans to harvest over one million hectares in Kenya, Congo (where projects have already started), Angola, Mozambique, Ivory Coast, Kazakhstan and Italy.

Benefits: these projects will make a decisive contribution to the development of local communities through the creation of new jobs, the development of agricultural activities (without impacting existing ones and the food chain) and market access for small farmers, promoting economic diversification and the generation of additional sources of income. The benefits will affect over one million families on the African continent.

THE TRANSFORMATION OF REFINERIES INTO BIOREFINERIES

Project: Eni has reconverted the traditional refineries in Venice and **■ Gela** into biorefineries for the transformation of raw materials of biological origin into high-quality, low-emission biofuels. The biorefineries are already palm oil free, ahead of forecasts and regulations, and are fuelled mainly by "Waste and Residues" (used cooking oil, animal fats, waste from agri-food processes, etc.) and vegetable oils from degraded crops.

Benefits: the sites transformation was conducted by mitigating in every way the reduction in the workforce through retraining of people, job change incentives for professional diversification and early retirement, directly involving trade unions and workers.

TRANSFORMATION IN THE CHEMICAL SECTOR

Project: in Porto Marghera Eni's transformation plan, aims to convert production with a view to specialisation and circularity, including the creation of **■ a pole dedicated to advanced mechanical recycling** of plastics. In Crescentino, the plant, which is specialised in producing bioethanol from lignocellulosic biomass was reconfigured to produce advanced bioethanol.

Benefits: with the Porto Marghera transformation, more than 600,000 tonnes/year of CO₂ emissions will be cut, about 25% of the annual emissions produced by Versalis, Eni's chemical company which contributes to the energy transition with the circular and sustainable chemistry, in Italy. The project is based on retraining employees' skills through technical training activities that will enhance and enrich their professional know-how. In Crescentino initiatives have also been implemented to support other companies operating in the area, e.g. the procurement of raw material from residual biomass with a certified short supply chain (<70 km).

RAVENNA, A MODEL FOR ENERGY TRANSITION

Project: Eni has built the main Italian Energy District in Ravenna, central to Eni's and the Country's decarbonization and to CO₂ storage. The production of thermal energy and electricity, chemicals, area remediation and productive redevelopment up to photovoltaics and the circular economy, have been added to the initial methane extraction and upstream development.

Benefits: the Ponticelle enhancement and productive redevelopment plan includes a photovoltaic plant with a storage lab for energy storage, a platform for bioremediation of hydrocarbon-contaminated soil, and a multifunctional platform for pretreatment of waste from industrial and environmental activities. Eni, with Distretto Centro Settentrionale - Upstream has launched a project to build a CO₂ capture and storage (CCS) hub, using existing gas extraction infrastructure, which will be converted to the reverse process of CO₂ injection, in offshore depleted gas fields in the Ravenna area with a potential of 500 million tonnes of storage.

JT


Eni's approach to the SDGs



Eni supports the UN's 2030 Agenda for Sustainable Development, signed in 2015 by the Governments of the 193 UN member Countries, contributing directly or indirectly through its activities to achieving the Sustainable Development Goals (SDGs) included in the 2030 Agenda. In the transformation path that Eni has embarked on, the SDGs are an important reference in solving today's complex challenges and conducting its activities in the Countries where it operates.

Eni draws inspiration from the 17 Sustainable Development Goals in its principles and values, integrating the SDGs into its governance, business activities and local development projects, financial instruments and training activities to spread and promote awareness of the SDGs. Furthermore, Eni participates in international sustainability initiatives and has entered into partnerships both locally and with international bodies to further the achievement of the SDGs.

ENI'S COMMITMENT TO THE SDGs

Eni incorporates the SDGs into its mission, business strategy and in its sustainability governance model

TOOLS FOR INTEGRATING THE SDGs INTO BUSINESS ACTIVITIES

- Integration of the SDGs into the 2023-2026 Strategic Plan
- Integration of the SDGs into industrial projects
- Alignment of Local Development Projects to the SDGs
- Internal and external training activities
- Sustainable finance instruments

PARTICIPATION IN EXTERNAL SDGs INITIATIVES

Eni participates in many international sustainability initiatives aimed at achieving the objectives of the 2030 Agenda

PARTNERSHIPS FOR THE SDGs

Eni undertakes development actions in collaboration with various players in the territories

REPORTING ON THE SDGs

Eni integrates the SDGs into sustainability reporting

FOCUS ON

Eni and sustainable finance

CONTEXT: consistent with its transition strategy, Eni has issued Sustainability-linked financial instruments that incentivise the achievement of predetermined, challenging and relevant sustainability targets and support the achievement of the SDGs, particularly SDG No. 7 (Affordable and Clean Energy) and SDG No. 13 (Climate action). These instruments have been issued based on Eni's Sustainability-Linked Financing Framework (first published in 2021). This document details the guidelines followed by Eni in issuing new sustainable financial instruments, including bond issues, bank loans and hedging derivatives.

ACTIVITY: consistent with the [▶ Sustainability-Linked Financing Framework](#), a €6 billion sustainability-linked credit line was signed in 2022, linked to the achievement of sustainability targets relating to the Net Carbon Footprint Upstream (Scope 1+2) and installed capacity for renewable electricity generation. Twenty-three leading international financial institutions granted the five-year credit line. Furthermore, in early 2023 Eni issued the first bonds for the retail market (in Italy), linked to its sustainability objectives in a sustainability-linked format for €2 billion. Total demand was over €10 billion, with applications received from over 300,000 investors, setting an Italian record for a single-tranche retail corporate bond issue in Italy.

- [Eni's mission](#) is inspired by the United Nations 2030 Agenda and represents Eni's path to respond to global challenges, contributing to the achievement of the SDGs.
- The values that inspire Eni's mission are reflected in the [business model](#), based on the three pillars: Carbon Neutrality by 2050, Operational Excellence and Local Alliances for Development.
- Eni's [Corporate Governance system](#) is based on the principles of integrity and transparency and reflects the desire to integrate sustainability into all of Eni's business activities.
- Eni's [Code of Ethics](#) enhances the company's commitments and promotes the behaviour Eni people and all stakeholders must ensure. Each chapter of the Code of Ethics corresponds to a principle in line with the SDG that inspired it.
- Eni intends to involve its supply chain in its journey to support a low carbon and socially just energy transition by sharing the principles expressed in the [▶ Supplier Code of Conduct](#).

- [Eni's commitments](#): Eni is determined to address the energy challenge in all the Countries where it operates, whatever the business, to ensure access to energy with both industrial and local community development projects, in line with the National Development Plans and the 2030 Agenda. Eni expresses its commitments through the three levers of the business model, according to a "Just Transition" approach, identifying the SDGs to which it contributes for each topic.
- Integration of the SDGs in developing industrial projects: since 2020, Eni has introduced an innovative methodology for assessing projects against the SDGs, which is applied to the entire development phase. The objective is to identify the Goals and Targets of the 2030 Agenda intercepted by the project, to provide a quantification of the contribution in the host Country and to direct project choices where possible.
- Alignment of local development projects with the SDGs: local development initiatives and projects, implemented in cooperation with local Authorities, are designed and implemented in line with the SDGs, contributing to their achievement. In this regard, Eni has defined a set of standard indicators in line with the global SDGs indicator framework to measure the effectiveness and impacts of local development initiatives. [▶ Integrating sustainability into business](#).
- Training activities: since 2019, specific SDGs training content has been available to all Eni employees in Italian and English. In 2022, a training course was launched in Italy to train new qualified SDGs users with an internationally recognised certification. This opportunity is aimed at both Eni employees and its partners through the [▶ Open-es platform](#).
- Sustainable finance: Eni has developed sustainability-linked financial instruments that contribute to promoting a low carbon energy transition and achieving SDG No. 7 (Affordable and Clean Energy) and SDG No. 13 (Climate Action).

Eni participates in many international sustainability initiatives in line with SDG No. 17, including: [▶ UN Global Compact](#); [▶ WBCSD](#); [▶ IPIECA](#)

Other voluntary initiatives aimed at achieving the SDGs:

- adherence to the [▶ Women Empowerment Principles](#) and the UN Target Gender Equality programme and the Orange the World campaign promoted by UN Women (SDG No. 5);
- endorsement of the [▶ CEO Water Mandate](#) (SDG No. 6);
- the launch of the [▶ Energy Compact](#) (SDG No. 7);
- voluntary participation in the [▶ Workforce Disclosure Initiative](#) (SDG No. 8) and the [▶ Voluntary Principles on Security and Human Rights](#) (SDG No. 16).











Through the [partnerships and collaborations](#) with various cooperation organisations around the world, Eni contributes to the achievement of the SDGs, multiplying the impacts of the initiatives undertaken in the Countries where it is present.

- Since 2017, Eni has integrated the SDGs into its sustainability reporting, starting with the correlation of each material topic identified to which it associates the SDGs to which the company contributes through its activities, detailed in each dedicated section. Furthermore, Eni also identifies the reference target for the [▶ key performance indicators](#).

Eni's commitments

Eni's mission clearly expresses Eni's commitment to achieving zero net emissions by 2050 through a "Just Transition" approach, i.e. sharing social and economic benefits with workers, the supply chain, communi-

COMMITMENTS

<p>CARBON NEUTRALITY BY 2050</p>	<p>COMBATTING CHANGE CHANGE</p>		<p>Eni has defined a medium-long term plan to take full advantage of the opportunities offered by the energy transition and progressively reduce the carbon footprint of its activities, committing to achieve total decarbonization of all its products and processes by 2050. SDGs: 7 9 12 13 15 17</p>
<p>OPERATIONAL EXCELLENCE</p>	<p>PEOPLE</p>		<p>Eni is committed to supporting the 'Just Transition' process by consolidating and developing skills, enhancing all (professional and non-professional) aspects of its people and recognising the values of diversity and inclusion of all diversities. SDGs: 3 4 5 8 10</p>
	<p>HEALTH</p>		<p>Eni considers protecting the health of its people, workers, families and communities in the Countries where it operates a fundamental human right and promotes their psycho-physical and social well-being by placing it at the centre of its operating models. SDGs: 2 3 6 8</p>
	<p>SAFETY</p>		<p>Eni believes that safety at work is an essential value shared by employees, contractors and local stakeholders to prevent accidents and protect the integrity of assets. SDGs: 3 8 9 11 14</p>
	<p>RESPECT FOR THE ENVIRONMENT</p>		<p>Eni promotes the protection of the environment and biodiversity the efficient management of natural resources actions aimed at improving energy efficiency and the transition to a circular economy, identifying potential impacts and mitigation actions. SDGs: 3 6 9 11 12 14 15</p>
	<p>HUMAN RIGHTS</p>		<p>Eni is committed to respecting Human Rights (HRs) in its activities and to promoting their respect with partners and stakeholders. This commitment is based on the dignity of every human being and the responsibility of businesses to contribute to the well-being of individuals and local communities. SDGs: 1 2 3 8 10 16</p>
	<p>SUPPLIERS</p>		<p>Eni is committed to sustainably develop its supply chain, involving and supporting companies with concrete tools to facilitate growth and improvement on ESG dimensions. SDGs: 3 5 7 8 9 10 12 13 16 17</p>
	<p>TRANSPARENCY, ANTI-CORRUPTION AND TAX STRATEGY</p>		<p>Eni carries out its business activities with loyalty, fairness, transparency, honesty, integrity and in compliance with the laws. SDGs: 16 17</p>
<p>ALLIANCES FOR DEVELOPMENT</p>	<p>COOPERATION MODEL</p>		<p>The alliances for Development represent Eni's commitment to an equitable transition with a broad portfolio of community-based initiatives. SDGs: 1 2 3 4 5 6 7 8 9 10 13 15 17</p>
<p>TRANSVERSAL THEMES</p>	<p>TECHNOLOGICAL INNOVATION</p>		<p>For Eni, research, development and rapid implementation of new technologies are an important strategic lever to drive business transformation. SDGs: 7 9 12 13 16</p>

ties and customers in an inclusive, transparent and socially equitable manner, contributing to the achievement of the Sustainable Development Goals (SDGs).

MAIN RESULTS 2022

MAIN COMMITMENTS AND TARGETS

- -33% Net Carbon Footprint UPS e -19% Net Carbon Footprint Eni vs 2018
- -17% Net GHG Lifecycle Emissions vs 2018
- -3% Net Carbon Intensity vs. 2018

- Net Zero Carbon Footprint UPS in 2030 and Eni in 2035
- Net Zero GHG Lifecycle Emissions e Carbon Intensity in 2050

- +0.6 p.p. female population vs. 2021
- Women's replacement rate higher than men's
- +1.2 p.p female personnel in positions of responsibility vs 2021
- +0.7 p.p. population under 30 vs. 2021

- +3 p.p. of women employees vs. 2020 by 2030
- >1 female replacement rate by 2025
- +5 p.p. population under 30 vs. 2021 to 2026
- +7 p.p. non-Italian employees in positions of responsibility vs. 2021 by 2030
- +20% hours of training vs. 2022 in 2026

- €72 mln for health activities, including expenditure on community health initiatives
- 82,700 health promotion activities registrations
- 68% employees with access to psychological support service

- ~€267 mln for health activities 2023-2026
- 80% of employees with access to psychological support services by 2026
- Digital initiatives for monitoring and improving the healthiness of indoor workplaces

- TRIR^(a) = 0.41; 4 fatal accidents
- 7 applications of THEME methodology on site
- 6,000 employees trained in Operational Safety Management

- TRIR Maintenance < 0.40 in the 2023-2026 four-year period; 0 fatal accidents
- Extension of digital safety initiatives to contracting companies and digitalisation of HSE processes
- Application of THEME methodology on Eni sites in Italy and abroad

- 90% freshwater reuse
- +29% waste generated from production activities vs. 2021
- -35% operational oil spills vs. 2021

- Commitment to minimising freshwater withdrawals from water-stressed areas
- Reuse of freshwater in line with the trend of the last 5 years
- Re-injected produced water in line with the trend of the last 5 years within the same perimeter
- Development of new technologies for waste recovery and implementation on an industrial scale

- 2,622 people trained for the three-year HRs programme
- 100% of the procurement professional area trained on HRs
- 100% new suppliers assessed according to social criteria
- 409 participants at the Security & Human Rights workshop in Nigeria

- 100% of new projects HR-risk assessed subject to specific analysis
- Ensure 100% of new suppliers are assessed according to social criteria
- Completion of the three-year training programme on business and HRs

- 52% of strategic suppliers assessed on the sustainable development path
- ~€4.5 billion awarded contracts value in Italy related to procurements with ESG assessment
- Adhesion of 15 partners and >10,000 companies to the Open-es initiative
- €23 mln mini-bonds financed by the Sustainable Energy - Basket Bond programme

- 100% of strategic suppliers assessed on the sustainable development path by 2025
- Procurement processes with ESG assessment for 75% of Italian awarded contracts value by 2023 and 50% of foreign awarded contracts value by 2024
- 1,000 foreign local suppliers involved on Open-es by 2023

- Passing ISO 37001:2016 recertification audit
- Delivery of the new "Code of Ethics, Anti-Corruption and Corporate Administrative Liability" course to about 28,000 employees

- Delivery of the new course "Code of Ethics, Anti-Corruption and Corporate Administrative Liability" to all employees
- Delivery of the new e-learning course on the Anti-Corruption Compliance Programme to medium and high-risk employees
- Retention of the ISO 37001:2016 certification

- 63,000 new students supported with access to education; 128,000 people supported with access to clean cooking technology; 7,800 people supported with access to vocational training and supported with economic empowerment^(b); 71,000 people supported with access to clean water; 120,000 people supported with access to health services

- By 2026 ensure access to: 62.900 students to education; 26.100 people to vocational training and economic empowerment support^(b); 97.300 people to drinking water; 480,000 people to health services

- 70% of R&D expenditure is dedicated to decarbonization activities

- Maintaining 70% of R&D expenditure on decarbonization issues each year for the four-year period 2023-2026

(a) Total Recordable Injury Rate.

(b) Beneficiaries include only those people trained and/or supported in the startup or strengthening of specific economic activities, not beneficiaries of the construction of infrastructure (roads, civil buildings, etc.) or new agri-business activities being started. In some cases beneficiaries are not trained but receive inputs, funding or other support to start businesses.

Sustainability governance

Eni applies the Corporate Governance Code introducing the concept of sustainable success

BOARD OF DIRECTORS AND COMMITTEES

Eni's Corporate Governance system, based on integrity and transparency principles, reflects the desire to integrate sustainability into the business model. This approach is confirmed by its adhesion to the 2020 Corporate Governance Code (Code), applied by Eni since 1st January 2021, which identifies "sustainable success as the objective that must guide the Board of Directors" actions, which consist of creating long-term value for the benefit of shareholders, taking into account the interests of other stakeholders relevant to

the company. This is implemented in the list of powers that the Board of Directors (BoD) has decided to reserve to its exclusive competence, with the aim of further consolidating its tasks in line with national and international best practices and with the company's and the Group's transformation process resulting from the transition path undertaken. Moreover, since 2006 Eni has considered the interest of stakeholders other than shareholders as one of the necessary references that Directors must assess when making informed decisions. At the same time, in compliance with the Code, the

BoD has also approved, on the proposal of the Chairman and in agreement with the Chief Executive Officer (CEO), a policy for dialogue with shareholders. The BoD has a central role in defining, on the proposal of the Chief Executive Officer (CEO), the strategic guidelines and objectives of the Company and the group, pursuing their sustainable success and monitoring their implementation. In performing its tasks concerning sustainability, the BoD is supported by the Board Committees, each within their competence, under the investigative, propositional and advisory functions assigned to them.

ROLES AND RESPONSIBILITIES OF THE BOARD OF DIRECTORS ON SUSTAINABILITY TOPICS



BOARD OF DIRECTORS

Defines:

- the Corporate Governance system;
- the fundamental lines of the organisational, administrative and accounting set-up and the guidelines of the internal control and risk management system;
- the strategic lines and the objectives, pursuing their sustainable success and monitoring their implementation, as proposed by the CEO.

It reviews or approves:

- the fundamental outlines of the internal Regulatory System and the main corporate regulatory instruments;
- the main risks, including socio-environmental ones;
- the Policy for the Remuneration of Directors and managers with strategic responsibilities;
- financial and non-financial reporting.



CHIEF EXECUTIVE OFFICER

- The person in charge of managing the Company, without prejudice to the tasks reserved to the Board;
- Implements the resolutions of the BoD, informs and submits proposals to the BoD and to the Committees.



CHAIRMAN

- Central role in the internal control and risk management system;
- Steers the BoD's activities and ensures that Directors are trained on sustainability matters.



COMMITTEES

SUSTAINABILITY AND SCENARIOS COMMITTEE

It has propositional and advisory functions with respect to the BoD on issues relating to the integration of strategy, development scenarios and business sustainability, particularly in terms of climate transition and the protection of human rights.

CONTROL AND RISK COMMITTEE

It supports the BoD in evaluations and decisions relating to the internal control and risk management system, and in particular in the quarterly review of the main risks, including ESG risks, and the approval of periodic financial and non-financial reports.

REMUNERATION COMMITTEE

It informs, makes proposals and provides advice to the Board of Directors on remuneration topics, and in this context proposes annual and long-term incentive systems, defining their objectives, also supporting the guidelines adopted on sustainability issues.

NOMINATION COMMITTEE

It supports the BoD in the appointments, in the periodic assessments of the directors' requirements and in the self-assessment process, formulating opinions to the BoD on the composition of the BoD and of its Committees also with respect to required competencies.

SUSTAINABILITY TOPICS ADDRESSED BY THE BOARD OF DIRECTORS AND/OR BY THE SUSTAINABILITY AND SCENARIOS COMMITTEE IN 2022

STRATEGY AND ENERGY TRANSITION

- Energy, climate and technology scenarios and risks related to climate change
- Four-year and long-term plan (including sustainability objectives)
- Performance and prospects of the renewable energy sector
- Sustainable finance instruments
- Just Transition
- Updates on Research and Development activities to support Energy Transition
- Sustainable mobility
- Agri-feedstock activities and sustainability projects for the development of agricultural chains
- Carbon pricing systems
- Analysis of Eni's positioning in relation to peers concerning climate objectives and strategies, climate resolutions and disclosures in the shareholders' meeting
- Energy Cooperation Initiatives
- Updates on Carbon Capture and Storage (CCS), Carbon Offset Nature & Technology Based projects

HUMAN RIGHTS AND SOCIAL ISSUES

- Update on Eni's activities in the areas of human rights, Diversity and Inclusion (D&I)
- Approval of the Statement per the "Modern Slavery Act"
- Investment plan for local development and Non-Profit budget
- Initiatives in Africa related to forestry, agriculture, circular economy, technological innovation

REPORTING AND MONITORING

- Approval of Eni for and of the Non-financial Statement, included in the Annual Report, with a focus on European taxonomy
- In-depth analysis of the business strategies pursued by the Company in the most critical sectors
- Insight into HSE results

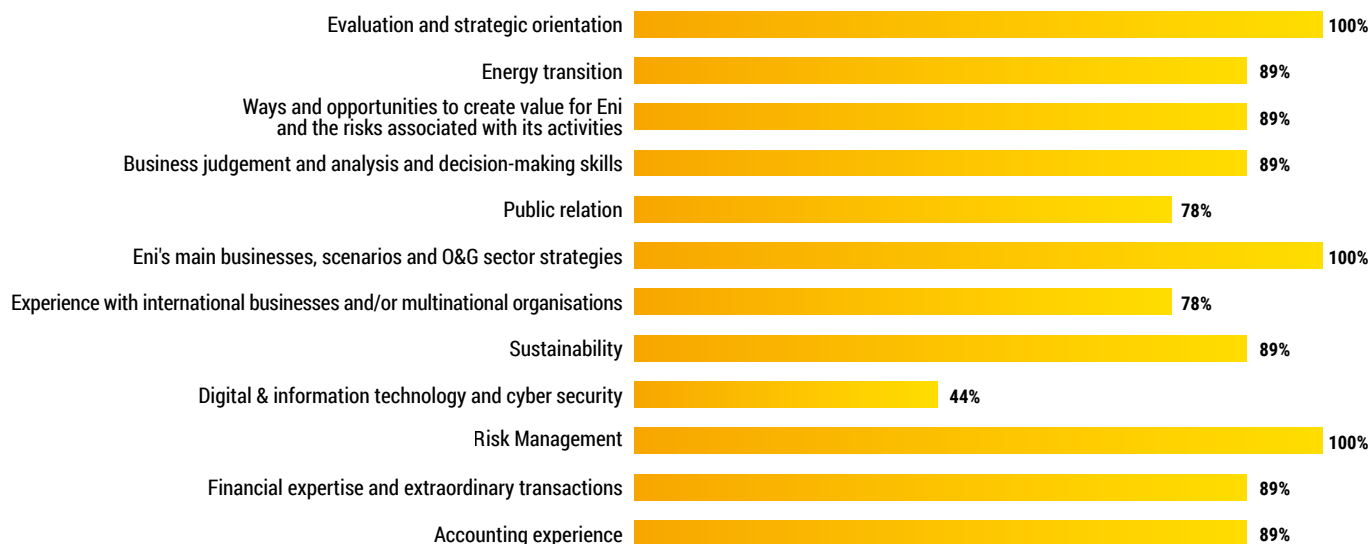
COMPETENCIES AND KNOWLEDGE OF THE BOARD

Regarding the composition of the BoD, based on the self-assessment conducted, about 90% of the Directors expressed their positive opinion on the professionalism within the Board in terms of knowledge, experience and skills concerning sustainability and energy transition and in terms of participation in governmental and non-governmental, national and international bodies active on these topics, and on the personal contribution that

individual Directors in supporting the Board. The centrality of these skills is also emphasised in the Guidance to Shareholders on the Optimum Composition of the Future BoD, which stresses the importance of ensuring knowledge of issues related to sustainability and the control of climate and environmental risks gained in managerial or entrepreneurial roles and acquired in industrial contexts comparable to those in which the company operates. Immediately after the appointment of the

Board of Directors and the Board of Statutory Auditors, a board induction programme was implemented, which covered, among other topics, issues related to the decarbonization process and the environmental and social sustainability of Eni's activities. Induction and ongoing training activities represent a well-established tool to ensure immediate and full knowledge of Eni's strategic policies and objectives, as well as to delve into specific issues related to the company's mission.

SELF-ASSESSMENT OF OVERALL SKILLS, KNOWLEDGE AND EXPERIENCE OF THE BOARD OF DIRECTORS



FOCUS ON

Climate governance

ROLES AND RESPONSIBILITIES OF THE BOD: Eni's decarbonization strategy is an integral part of the company's strategy. It is implemented through a structured Corporate Governance system, where the BoD and the CEO play a central role in managing key climate change issues. In particular, the BoD examines and approves, on the proposal of the CEO, the Strategic Plan, which sets out strategies and targets, including those related to climate change and energy transition and, since 2019, it has also examined and approved Eni's Medium/Long-Term Plan, aimed at outlining and monitoring the evolution of decarbonization objectives and their economic and business sustainability on a time frame up to 2050. In carrying out these activities, the BoD is supported by the Sustainability and Scenarios Committee (SSC), which during 2022 has had the opportunity to analyse in-depth issues relating to climate change.

SCENARIOS AND EVALUATION OF ECONOMIC AND FINANCIAL EXPOSURE: Eni's economic and financial exposure to the risks deriving from introducing new carbon pricing mechanisms is examined by the BoD both in the phase leading up to the authorisation of each investment and in the following half-year monitoring of the entire project portfolio. The BoD is also informed annually on the results of the impairment test carried out on the main Cash Generating Units in the E&P sector. Since 2021, the IEA's Net Zero Emissions (NZE) scenario has been included in the scenarios for portfolio evaluations. Finally, the BoD is informed on a quarterly basis on the results of the risk assessment and monitoring activities related to Eni's top risks, including climate change.

REMUNERATION LINKED TO SUSTAINABILITY OBJECTIVES

SHORT-TERM
INCENTIVE PLAN

In continuity with previous years, the Plan includes a target related to the incremental installed capacity of renewable sources (weighting 12.5%), as well as environmental sustainability and human capital objectives associated with the reduction of net GHG Upstream emissions Scope 1 and 2 equity (weighting 12.5%) and personnel safety (weighting 12.5%), through the Severity Incident Rate (SIR) index, which focuses on the reduction of the most severe accidents.

LONG-TERM
INCENTIVE PLAN

The Plan supports the implementation of the strategy through a specific objective concerning sustainability topics, broken down into a series of targets related to the processes of decarbonization, energy transition and circular economy, with an overall weighting of 35%, for both the CEO and all Eni's management recipients of the Plan.

37.5%

sustainability
objectives
for the CEO's
Short-Term
Incentive Plan

35%

sustainability
objectives
of the CEO's
Long-Term
Incentive Plan

ROLE OF MANAGEMENT IN
SUSTAINABILITY ISSUES

All company structures are involved in the definition or implementation of the carbon neutrality strategy that is reflected in Eni's organisational structure with two business Directions: Natural Resources, active in the optimisation and progressive decarbonization of the Upstream portfolio, in Natural Climate Solutions initiatives and CO₂ storage projects, and Energy Evolution, active in the expansion of bio, renewable and circular economy activities and the offer of new energy solutions

and services. Since 2019, issues relating to climate strategy, an integral part of long-term planning, have been managed by the CFO area through dedicated structures to supervise the process of defining Eni's climate strategy and the related portfolio of initiatives, in line with international climate agreements, in coordination with all businesses and transversal functions, including Sustainability. Since 2006, Eni has established a Sustainability unit that coordinates and supervises activities related to the main sustainability issues (for example, the overall

approach to sustainable development and local development, human rights, related national and international collaborations and partnerships, sustainability disclosure and reporting), in collaboration with the various central and local staff and business functions. The top management of the companies at the local level, responsible, among others, for defining the Countries' development plans according to local needs, is supported both by the sustainability reference contacts present in the area and by the central Sustainability function.

2022 Key facts



JANUARY

- Eni included for the first time in the Bloomberg Gender-Equality Index 2022
- Memorandum of Understanding signed with UNESCO for local development in Mexico

FEBRUARY

- Project launched with the European Union and UNICEF to improve water quality for 850,000 people in Basra, Iraq
- Agreement with the Republic of Mozambique for joint initiatives to produce agri-biofeedstock for biofuels

MARCH

- Agreement with the Government of Benin on agri-industrial initiatives for biorefining
- Second 48 MW wind farm in Kazakhstan inaugurated
- Versalis and Novamont partnership: strengthening green chemistry
- 11 solar-powered water plants delivered in Nigeria with NNPC and FAO

APRIL

- "Prosumer Road" launched: a cycle of meetings with consumer associations, institutions and Confindustria representatives on energy transition and circular economy
- Agreement with the Government of Rwanda to collaborate on the circular economy and decarbonization
- GreenIT (JV Plenitude and CDP Equity) and Copenhagen Infrastructure Partner together to build 750 MW offshore wind farms in Italy

MAY

- Versalis rated "Platinum" by EcoVadis for sustainability
- Solenova, Eni-Sonangol Joint Venture, starts work on first photovoltaic power plant in Angola

JUNE

- Cooperation with UNIDO strengthened in the areas of energy, youth employment and agriculture
- Eni enters the world's largest LNG project in Qatar

JULY

- New 6 billion Euro sustainability-linked credit line signed
- First vegetable oil production for biorefining started in Kenya
- Ivory Coast: Baleine is the first Net Zero (Scope 1+2) development project in Africa

AUGUST

- Eni for Human Rights 2021 focus report published
- Eniverse Ventures launched to exploit proprietary technologies in new businesses

SEPTEMBER

- Plenitude's "Be Charge" project selected by the EU to build one of the largest high-speed charging networks in Europe
- Plenitude starts partnership with Infrastrutture S.p.A. for 1.5 GW solar and wind projects in Italy and Spain
- Application submitted for a CO₂ storage licence at the Hewett reservoir in the UK

OCTOBER

- Procurement of palm oil to produce biofuels in the Venice and Gela biorefineries concluded
- First vegetable oil production despatched from Kenya to the Gela biorefinery
- Plenitude inaugurates a new 104.5 MW wind farm in Spain

NOVEMBER

- Inauguration of the Solar Lab with Sonatrach and laying of the first stone of a 10 MW photovoltaic plant in Algeria
- First load of LNG produced by the Coral Sul FLNG plant in Mozambique despatched
- Activities in Rwanda strengthened to create an innovative transition hub

DECEMBER

- JV launched with Snam to develop and manage Italy's first CO₂ capture and storage project
- Studies started with Euglena and Petronas to assess the possibility of a biorefinery in Malaysia
- Eni launches a new company: Sustainable Mobility
- Plenitude: an 81 MW photovoltaic plant in Texas and 100% of PLT have been acquired, strengthening its presence in Italy and Spain

Material topics for Eni

Materiality analysis aims to identify the sustainability issues most relevant to Eni and its stakeholders. In 2022, the analysis was updated based on the new GRI Standard that provides for the identification of material topics as a function of the most significant impacts (positive and negative, actual and potential) generated by the organisation on the economy, environment and people, including impacts on human rights (so called "Impact Materiality" perspective). Furthermore, anticipating the entry into force of the new Corporate Sustainability Directive (CSRD), which envisages a Double Materiality approach, the

analysis considered also the Financial Materiality perspective. The latter requires identifying issues that present sustainability risks and opportunities that significantly influence or may influence the company's future cash flows, affecting its development, performance and positioning in the short-, medium- or long-term.

Eni's materiality process included the following steps:

- **identification of relevant issues and their impacts**, combining the results of the 2021 materiality analysis with the most significant ones for the 2022 context and sector of operation, also

based on the GRI's new Sector Standard for Oil & Gas;

- **evaluation of the topics through the Double Materiality approach** that considers the stakeholder view and the risk view for the Company: (i) Impact Materiality perspective - by submitting a questionnaire to internal and external stakeholders to assess the importance of the topics based on the significance of the impacts and their likelihood of occurrence (▀ **Stakeholder engagement activity**); and (ii) Financial Materiality perspective - considering the results of the Integrated Risk Management risk assessment process

TOPIC	TREND compared with 2021	IMPACT MATERIALITY Positive impacts
Combating climate change SDGs: 7 9 12 13 15 17	↑	Reducing climate-altering emissions with decarbonization strategies, technology development and consumer awareness
Development of human capital SDGs: 4 5 8 10	↑	Expanding employees' skills and improving career opportunities through continuous training
Diversity, inclusion and work-life balance SDGs: 3 4 5 8 10	↓	Increase employee well-being through adequate welfare and equal opportunity plans
Health and safety of workers SDGs: 2 3 6 8	↓	Training and awareness-raising activities on health and safety; reduction of accidents and injuries thanks to the use of technology
Asset integrity SDGs: 8 9 11 14	↓	Service reliability through proper maintenance and constant monitoring of infrastructure and asset integrity
Reduction of environmental impacts SDGs: 3 6 9 11 12 14 15	↑	Creation of new natural habitats through the use of abandoned structures, land conservation projects, land restoration/land remediation and forest conservation
Circular economy SDGs: 6 12 14 15	↑	Reducing the use of natural resources through business practices and processes aimed at recycling and recovery
Protection of human rights SDGs: 1 2 3 8 10 16	↑	Protection and respect of human rights through due diligence on corporate activities and those of suppliers and business partners
Responsible supply chain management SDGs: 3 5 7 8 9 10 12 13 16 17	↓	Spreading environmental and social sustainability principles through the involvement of suppliers and supply chain partners
Customer relations SDGs: 7 12 16	↑	Fostering strong customer relationships through engagement, listening and customer care
Transparency, anti-corruption and tax strategy SDGs: 16 17	↓	Countering the spread of illicit practices with headmasters and training in anti-corruption, creation of economic value in the territories of presence with investments, payment of taxes and royalties
Closure and rehabilitation SDGs: 4 8 11 14 15	New	Re-use of abandoned facilities, materials and plants for the benefit of local communities and the circular economy
Local development SDGs: 1 2 3 4 5 6 7 8 9 10 13 15 17	↓	Development of communities and local entrepreneurship through initiatives in various policy areas, including partnerships and business agreements with local suppliers
Access to energy SDGs: 7 13	↓	Building infrastructure and improving service quality in remote areas
Innovation SDGs: 7 9 12 13	↑	Innovation and transformation initiatives, also involving supply chain companies and partners
Digitalisation and Cyber Security SDGs: 9 13 16	-	Improving cybersecurity in Countries of presence through partnerships with institutions and companies

■ **Integrated Risk Management Model** and ► **Main ESG Risks**);

- **prioritisation of the topics** by combining the outcomes of the two evaluations. The topics submitted for evaluation, which were all found to be material, were divided into three different significance levels;
- **sharing the results** of the materiality analysis with the Control and Risk Committee, the Sustainability and Scenarios Committee and BoD. The final Eni document for 2022 was submitted to the Sustainability and Scenarios Committee, the Management Committee and subsequently approved by the BoD.

The material topics are instrumental for defining the Strategic Plan, which integrates business and sustainability objectives, and address reporting. The analyses of the socio-economic, environmental and cultural contexts of the Countries where Eni operates help to break down Strategic Plan priorities at the local level and define local development promotion activities. The Strategic Plan subsequently gives rise to the process of defining sustainability Management by Objectives (MbOs) for all executives.

Under the changing context, the analysis results show a certain dy-

namism over time, both in terms of significance and the merge¹ or introduction of new topics. Among the new ones are "Closure and Rehabilitation" emerging from the GRI Sector Standard and "Energy Security and Independence" as an emerging topic from questionnaires and social media listening. The table shows the results of the two materiality analyses; it also shows some current/potential positive and negative impacts, by way of non-limiting examples, and the trend compared to the last financial year as well as the business sector, Upstream or Mid-downstream, in which these could materialise.

Negative impacts	SECTOR WHERE THE IMPACT OCCURS	Significance	FINANCIAL MATERIALITY Significance
Climate-changing emissions in the course of their activities or along the value chain			
Inadequate employee training, non-compliance with contractual rules, freedom of association and collective bargaining, job insecurity			
Worsening well-being of workers and their families and cases of discrimination			
Injuries, occupational disease and/or damage to health due to non-compliance with regulations; breakdown and/or malfunction of company facilities and assets; exposure to hazardous substances; etc.			
Business disruptions caused by infrastructure and asset failure			
Environmental damage, loss of biodiversity and increased risk of droughts			
Violation of the human rights of workers, local communities and indigenous peoples			
Suppliers' violation of workers' rights and negative environmental impact due to Eni's failure to monitor them			
Interruption of the service offered (e.g. energy supply) to customers for reasons attributable to Eni			
Incidents of corruption and illegal conduct with possible economic repercussions on markets and companies caused by tax evasion, monopolistic policies and lobbying practices			
Loss of jobs and failure to upgrade employees' skills due to plant or site closures			
Violations of community rights and welfare and involuntary resettlement; unequal compensation and exploitation of natural resources to the detriment of local communities			
Dispersion and inefficiency in the distribution network with effects on the community and environment			
Loss of data and personal information of employees, customers, partners, etc.			
Loss of data and personal information of employees, customers, partners, etc.			

(1) Compared to the previous analysis, three topics were merged into existing topics in 2022: "Low carbon technologies" with "Combating Climate change", "Biodiversity" with "Reduction of environmental impacts" and "Local content" with "Local development".

Stakeholder engagement activity

Eni considers stakeholder engagement a key fundamental and strategic lever to pursue a just, responsible and sustainable transition: participation supports maximising the long-term value creation for both the company and its stakeholders while reducing corporate risks. Also in line with the Code of Ethics, Eni maintains relations based on principles such as fairness, legality, transparency, traceability, respect for human rights, inclusion, gender equality and protection of the environment and communities. Participation in and sharing of company choices, objectives and results foster solid relationships and mutual trust and are even a vital component of the materiality process. In 2022, about 3,000 stakeholders were engaged in the materiality analysis that steers corporate strategy and guides the definition of the Strategic Plan. The continuous dialogue, that touches all corporate functions with different roles, levels of involvement and responsibilities, allows to understand the expectations and needs of Eni's stakeholders, present in 62 Countries with very different characteristics and contexts. To support the relationship with local stakeholders, Eni uses the company's "Stakeholder Management System" (SMS) application, which maps some 5,300 stakeholders. This application allows constant and timely management of grievances and requests.

CATEGORIES	RELEVANT THEMES
ENI'S PEOPLE AND NATIONAL AND INTERNATIONAL UNIONS	<ul style="list-style-type: none"> ■ Combating climate change ■ Health and safety of workers ■ Innovation ■ Development of human capital ■ Diversity, inclusion and work-life balance ■ Reduction of environmental impacts
FINANCIAL COMMUNITY	<ul style="list-style-type: none"> ■ Economic and financial strategy and performance^(*) ■ Combating climate change ■ Reduction of environmental impacts ■ Protection of human rights ■ Transparency, anti-corruption and tax strategy ■ Circular economy
LOCAL COMMUNITIES AND COMMUNITY BASED ORGANISATIONS	<ul style="list-style-type: none"> ■ Local development ■ Transparency, anti-corruption and tax strategy ■ Reduction of environmental impacts ■ Access to energy ■ Responsible supply chain management ■ Protection of human rights
CONTRACTORS, SUPPLIERS AND COMMERCIAL PARTNERS	<ul style="list-style-type: none"> ■ Health and safety of workers ■ Combating climate change ■ Protection of human rights ■ Development of human capital ■ Diversity, inclusion and work-life balance ■ Digitalisation and Cyber security
CUSTOMERS AND CONSUMERS	<ul style="list-style-type: none"> ■ Customer relations ■ Innovation ■ Reduction of environmental impacts ■ Combating climate change ■ Circular economy ■ Digitalisation and Cyber security
NATIONAL, EUROPEAN AND INTERNATIONAL INSTITUTIONS	<ul style="list-style-type: none"> ■ Combating climate change ■ Reduction of environmental impacts ■ Access to energy ■ Circular economy ■ Innovation ■ Energy Security^(*)
UNIVERSITIES, RESEARCH CENTRES AND INNOVATION HUBS	<ul style="list-style-type: none"> ■ Combating climate change ■ Innovation ■ Reduction of environmental impacts ■ Local development ■ Circular economy ■ Protection of human rights
VOLUNTARY ADVOCACY AND CATEGORY ORGANIZATIONS AND INDUSTRY ASSOCIATIONS	<ul style="list-style-type: none"> ■ Development of human capital ■ Circular economy ■ Reduction of environmental impacts ■ Health and safety of workers ■ Innovation ■ Combating climate change
ORGANISATIONS FOR DEVELOPMENT COOPERATION	<ul style="list-style-type: none"> ■ Local development ■ Combating climate change ■ Circular economy ■ Access to energy ■ Innovation ■ Health and safety of workers

^(*) Corporate functions indicated the topics with an asterisk as prominent in the interaction with the stakeholder of reference. The topics reported emerged from the materiality analysis, not necessarily in the order presented. Each function highlighted six out of the sixteen material topics.

2022 MAIN ENGAGEMENT ACTIVITIES

- Professional and training paths on emerging skills related to business strategies and entrepreneurship development.
 - Training initiatives to support inclusion and recognition of the value of all kinds of diversity.
 - Climate analysis to collect employees' opinions about the company.
 - International initiatives to support team building, mobility and training to foster internationality.
 - Finalisation and/or signing of agreements with trade unions, including the one for Smart Working in Italy and gradual extension abroad, for Eni people's well-being initiatives, the 2022-2023 expansion contract and renewal of the sector's collective bargaining agreements.
-
- Capital Markets Day (2022-25 Strategic plan and long-term Plan to 2050) and virtual Roadshow on the main financial exchanges.
 - Roadshows with investors and proxy advisors on executive remuneration.
 - Conference call on the quarterly results.
 - Participation of Top Management in thematic conferences organised by banks.
 - Participation in theme conferences and ongoing engagement with institutional investors and leading ESG rating agencies.
-
- Consult with local Authorities and communities for new exploration activities and/or the development of new business projects and local development projects.
 - Consult with communities and other stakeholders in Countries where impact studies were conducted, including Social and Human Rights Impact Assessments.
 - Manage requests and grievances from local communities.
 - Regular communication on project progress and workshops on Local Content opportunities.
 - Awareness-raising campaigns in local communities on health issues and the use of improved cookstoves.
-
- Awareness-raising initiatives and supplier involvement in thematic webinars, workshops, and educational and informational events to foster widespread sustainability awareness throughout the supply chain.
 - Expansion of the Open-es community, strengthening the initiative with more development tools and services, and providing a training program open to all companies on ESG priority topics.
 - Human Rights Due Diligence: extending the application of the risk-based model to prevent and mitigate risks in the entire supply chain.
 - Basket bond - Sustainable Energy program, an innovative finance instrument addressing Eni's suppliers and the energy chain, to provide access to financial resources for projects aimed at sustainable development.
-
- Meetings and workshops with Presidents, General Secretaries and Energy Managers of national and local Consumer Associations (CAs) on energy transition issues and business initiatives.
 - Territorial meetings with regional Consumer Associations of the National Council of Consumers and Users and sponsoring of the CAs initiatives on various sustainability topics.
 - Listening to consumers, customers and involving CAs for product insights, service evaluation and monitoring to improve satisfaction, quality and corporate positioning.
 - Presentation to the CA of results, objectives and future strategies for developing and implementing customer centricity.
-
- Participation in joint commissions, meetings and round tables with local, national, European and international institutions and organisations on business, geopolitical and energy scenarios, including decarbonization, agribusiness, sustainable development, etc.
 - Representation of Eni's position on energy transition and decarbonization in public events and the main international multilateral fora (e.g. G20, B20, COP27).
 - Institutional engagement and dialogue within the context of partnerships and memberships with national, European and international think tanks and associations and with international bodies and/or European institutions on energy transition, environment and sustainable mobility.
 - Presentation of projects, visits by associations and national institutional and political delegations at industrial plants, operational sites and research centres.
-
- Research agreements with the Universities of Milan - Bicocca and Pisa, and ENEA for energy transition and decarbonization.
 - Continuation of cooperation activities with a) Politecnico di Milan and Turin; Universities of Bologna, Naples, Pavia, Padua, and Pisa; MIT, CNR, INSTM Consortium, ENEA and INGV; b) with CNR for four joint research centres for environmental and economic development. Training collaborations with: LUISS University, IULM University, Rome Tre University, and University of Florence.
 - Establishment of a Joint Laboratory with the University of Bologna for new energy transition technologies.
 - Participation as a founding member within the PNR in four National Research Centres and two Innovation Ecosystems.
 - Present in major national and international innovation hubs, agreements with innovation brokers, start up incubators and accelerators.
-
- Membership and participation in OGCI, IETA, WEF, IPIECA, IOGP, WBCSD, UN GLOBAL COMPACT, EITI, The Council for Inclusive Capitalism, Energy Compact and collaborations with international human rights institutions.
 - Conferences, debates, events and training initiatives on sustainability topics; development of guidelines and sharing of best practices, capacity building for carbon credit generation and use.
 - Meetings with regional and professional business associations for the sustainable Supply Chain and energy topics, and supporting lines of business by verifying common positions and decarbonization studies.
 - Collaboration agreement with Confindustria for the 4th Circular Economy Best Performer Competition and the 2nd Circular Bootcamp.
-
- Consolidate the development activities conducted in Countries with cooperation organisations through collaboration/partnership agreements. Agreements were signed with UNIDO and UNESCO; national cooperation bodies and agencies such as AICS, EGPC, the Nabeul Governorate (Tunisia) and SETAB; civil society organisations; and private sector organisations such as Centro Cardiologico Monzino IRCCS, CNH Industrial and Iveco Group.
 - Collaborations continued with UNDP, USAID; financial institutions such as World Bank, CDP and Standard Bank; ministries of health of host Countries; and civil society organisations.

THE YEAR IN NUMBERS

79%

Eni climate analysis participation rate

>600

investors met

360

meetings/calls with investors and agencies

1,200

people involved in Social and Human Rights Impact Assessment

751

local communities mapped (including indigenous)

341

requests and grievances handled

>10,000

companies participating at Open-es

>500

Consumer Association representatives met

~200

university scholarships disbursed

55

scholarships funded/co-funded for PhDs

24

joint research projects launched

>100

incubated/accelerated innovative start ups

30

agreements signed for social-economic development and health initiatives

Integrated Risk Management Model



Integrated Risk Management (IRM) aims to support the main decision-making processes of the Company's management and bodies, ensuring risk-informed decisions. In particular, in the context of the energy transition path defined by the company, it contributes to the pursuit of a "Just Transition" by promoting an integrated, comprehensive and prospective vision of the risk portfolio, which contemplates simultaneously economic as well as environmental, health and safety, social and reputational impacts, facilitating the identification of the most appropriate de-risking actions from a sustainable perspective.

| GRAZIA FIMIANI - DIRECTOR OF INTEGRATED RISK MANAGEMENT AT ENI |

The Integrated Risk Management Model ensures that management makes informed decisions within an organic and overall vision

Eni has developed and adopted an Integrated Risk Management Model aimed at ensuring that management makes risk-informed decisions, through the assessment and analysis of risks, including short, medium and long-term risks, carried out with an integrated, comprehensive and forward-looking vision. Risk Governance assigns a central role to the BoD, which defines the nature and level of risk compatible with the strategic objectives and assesses all risks that may have relevance for medium-to-long-term business sustainability. Risks are (i) assessed with quantitative and qualitative tools considering both the probability of occurrence and the impacts (economic, operational, HSE, social, reputational) that would take place in a given time frame if the risk occurs; (ii) represented, based on the probability of occurrence and impact, on matrices that allow comparison and classification by relevance.

In 2022, two assessment cycles were undertaken: in the first half of the year, the Annual Risk Profile Assessment was carried out, involving 134 subsidiaries in 45 Countries, while in the second half the Interim Top Risk Assessment was carried out, entailing the revision of assessments and treatment of Eni's top risks and of the main business risks. Three monitoring cycles were then performed on Eni's top risks to analyse their progress and the status of implementation of the respective mitigation actions. The results were presented to the Management and Control bodies in March, July and October 2022. Eni's Top Risk portfolio consists of external, strategic and operational risks. In particular, in terms of portfolio evolution, Biological Risk is confirmed among the Top Risks, with a reduction in impact due to the high level of antibody coverage and the reduction in the severi-

ty of variants. In contrast, in the light of the international context, higher alert levels have been identified on Cyber Security, with constant monitoring to define actions to promptly mitigate ICT risk scenarios. Furthermore, in support of its risk strategy, risk assessment and project risk analysis activities, and for M&A operations, Eni uses Integrated Country Risk, a model that provides an integrated analysis of the risk profile at the Country level, updated every six months. The model is elaborated with external contributions through information gathered from specific providers and internal contributions resulting from enhancing knowledge acquired in a Country. The main ESG risks identified and assessed are summarised in the table. For each risk event, the type of risk – top and non-top risk – and page references for the main mitigation actions covered in the document are given.

FOCUS ON

Risks linked to climate change

Climate Change risk is confirmed among Eni's "Top Risks": in the evolution of the international scenario, the Company's strategy to ensure the energy system's security and sustainability, maintains a clear focus on a fair energy transition and the creation of value for stakeholders. Risks related to climate change are assessed, managed and monitored through an integrated, cross-functional approach involving business lines and specialist functions and encompassing opportunity considerations. The analysis is conducted in accordance with the recommendations issued by the Task Force on Climate-related Financial Disclosures (TCFD), applicable to both energy transition risks (market scenarios, reputational risks, technological developments, compliance with the legislative framework) and physical risks (acute and chronic) related to climate change.

ENI'S RISK-BASED PROCESS



AREA	EVENT	TOP RISK	MAIN MITIGATION ACTIONS
CROSS-CUTTING RISKS	Risks associated with research and development activities		Page 32
	Cyber Security	■	Page 35
	Relationship with local stakeholders	■	Page 28
	Political and social instability and global security risk	■	Pages 79; 98
	Risks connected with Corporate Governance		Page 22
CARBON NEUTRALITY BY 2050			
CLIMATE CHANGE	Climate change risk: <ul style="list-style-type: none"> • energy transition risks • physical risks 	■	Page 38
OPERATIONAL EXCELLENCE			
PEOPLE	Biological risk, i.e. the spread of pandemics and epidemics with potential impacts on people, health systems and business	■	Page 63
	Risks regarding human health and safety: <ul style="list-style-type: none"> • injuries involving workers and contractors • process safety and asset integrity incidents 	■	Page 58
	Risks related to the portfolio of skills		Page 57
RESPECT FOR THE ENVIRONMENT	Blowout	■	Pages 38; 72
	Process safety and asset integrity incidents	■	
	Energy sector regulatory risk	■	
	Permitting	■	
HUMAN RIGHTS	Environmental risks (e.g. water scarcity, oil spills, waste, biodiversity)		Pages 74; 84; 97
	Involvement in HSE disputes and investigations	■	
SUPPLIERS	Violation of human rights, well-being and involuntary resettlement; unequal compensation; and exploitation of natural resources to the detriment of local communities		
TRANSPARENCY AND ANTI-CORRUPTION	Risks associated with procurement activities		Page 84
COMMUNITIES	Compliance risks (antibribery, privacy, etc)		Page 80
ALLIANCES FOR DEVELOPMENT			
COMMUNITIES	Risks connected with local content		Page 107

Technological and digital innovation



WHY IS IT IMPORTANT TO ENI?

Innovation processes are realised thanks to the great wealth of expertise of Eni people and the synergy between internal research, advanced engineering skills, digital instruments using our big data and the great computing power of Eni's supercomputers. Expertise and innovative projects are enhanced by a network of 70 national and international Universities and Research Centres and by opening up to the market and startups in Italy and abroad through Open Innovation activities.

| FRANCESCA ZARRI - DIRECTOR TECHNOLOGY, R&D & DIGITAL |

2022 PROGRESS

vs. Eni for 2021 commitments

COMMITMENTS BY 2030

INNOVATION

€164 million spent on research and development, of which 70% on decarbonization (towards a 70% target)

23 new first patent filing applications, of which 13 related to renewable sources

▲ REACHED

Ensure that 70% of R&D expenditure is spent on decarbonization issues each year for the 2023-2026 four-year period and maintain the same level also on the long-term

€900 million planned expenditure in R&D over the 2023-2026 period

DIGITALISATION - SMART WORKING

Flexible working models promoted with specific interventions and digital instruments

▲ REACHED

Continue to develop digital services and instruments to ensure a usable, safe and homogeneous experience in every workplace

DIGITAL SUSTAINABILITY

Spreading digital and sustainability culture with Associations and Think Tanks

▲ REACHED

Supporting the company's energy transformation with advanced digital products and sustainable, secure and reliable business applications, exploring Green IT methodologies and consolidating digital culture. Promoting technological development through partnerships and participation in major innovation fora

OPEN INNOVATION

Eniverse Ventures starts

Launch 5 new ventures by 2025

POLICY

Eni's Code of Ethics.

MANAGEMENT AND ORGANISATION MODELS

Centralized Research & Development Function structured to ensure rapid and effective deployment of the technologies developed. Management of Technological Innovation projects in line with best practices (step-by-step planning and control according to the development of the technology). Continuous updating of procedures relating to the protection of intellectual property and the identification of service/professional service providers. Open Innovation functions (Open Innovation & Ecosystems Development; Joule, the Eni school of entrepreneurship; Eniverse; and Eni Next) that work in synergy to study and support the innovation market and experiment with innovative and sustainable solutions that meet business needs.

FOR MORE INFORMATION

▷ [Eni for 2022 - Sustainability Performance](#) ▷ [eni.com](#) ▷ [Eni's Code of Ethics](#) ▷ [Joule](#) ▷ [Eniverse](#) ▷ [Eni Next](#)

INNOVATION

Technology is at the heart of Eni's strategy and transformation. It is developed with an integrated approach capable of proposing different solutions to achieve energy transition goals. More than 1,000 researchers are involved

in research activities, with expertise ranging from upstream to downstream, from renewables to the environment. To encourage technological innovation, since 2008 Eni has established **the Eni Award**, an international award whose prize-giving ceremony

takes place in the presence of the President of the Italian Republic; since last year, it has set up the Eni Joule for Entrepreneurship, an award to encourage the application, enhancement and transfer of technologies for the energy transition.

8,029

current patents

13

new first patent filing applications on renewable sources

THE FOUR PLATFORMS OF TECHNOLOGICAL INNOVATION FOR ENI

DECARBONIZATION OF PROCESSES

Work continued on the development of biorefining and CCUS-related technologies. For CO₂ capture, transport, storage and utilisation technologies, Eni works to enhance the entire technology chain, and to identify (and provide the business with) a portfolio of options that can adapt to different operating and industrial conditions

CIRCULAR ECONOMY AND BIOPRODUCTS

For biofuels, feedstock pretreatment technologies were further developed and additional bio-feedstocks from by-products of the circular economy, waste and residues, and non-edible vegetable oils were introduced

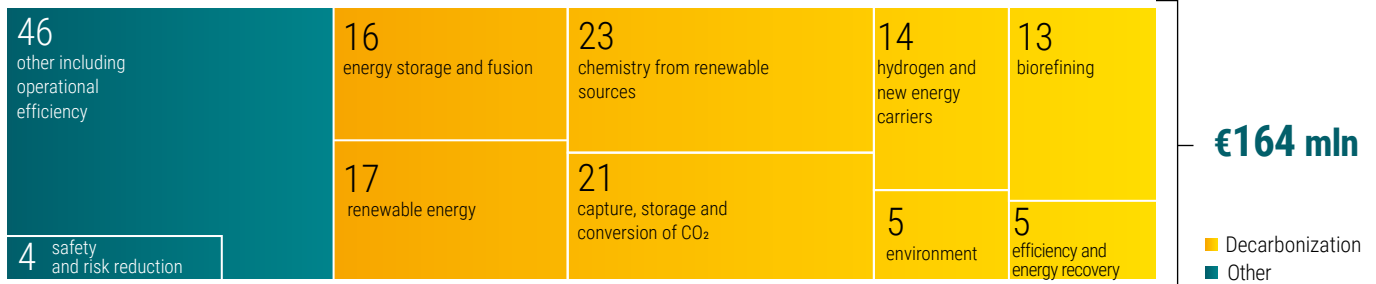
RENEWABLES AND NEW FORMS OF ENERGY

To support the development of renewable energy, work continued on solar (conventional, advanced and concentrating), wave energy, wind energy and energy storage

OPERATIONAL EXCELLENCE

In traditional business, the development of technologies to increase understanding of the subsoil, improve exploration de-risking and increase operational and energy efficiency continued

R&D EXPENDITURE (€ mln)



Energy storage: includes technologies for the accumulation of thermal or electrical energy for its subsequent use.

Environment: includes technologies aimed at monitoring, protecting and maintaining the environment as well as remediation.

DIGITAL INNOVATION

Digital innovation at Eni pervades the entire company and plays a decisive role: it accelerates the transformation towards carbon neutrality through technology, new skills and increasingly smart and integrated ways of working. The Digital Competence Centres (DCCs) promote the development of digital know-how inside and outside the company, e.g. by collaborating on research and fusion projects to accelerate the validation and prototyping phases through Digital Twin of demonstration facilities

and with training projects to deliver educational workshops dedicated to Data Science, Design Thinking and Agile. The Green Data Centre is confirmed as among the best in Europe for efficiency, while supercomputing increasingly supports the research for future energies. Since 2022, Eni participates in the National Centre for High-Performance Computing, Big Data and Quantum Computing and collaborates with **PASQUAL** for the development of quantum computing HPC solutions for the energy sector. Data, computing

power and artificial intelligence enable operational excellence of assets by optimising their performances and energy efficiency. Many innovation initiatives were launched in 2022 such as the use of legged robots and computer vision algorithms for inspections at industrial sites, the use of analytics to search for marginal land and biocultures for biofuel production and for the digitalisation of *Carbon Offset* processes to support decision-making on REDD+ projects and, concerning agri-feedstock, to support the first agri-hub in Kenya.

Eni applies its own Technology Validation methodology to assess benefits and areas for improvement of technologies

TECHNOLOGY VALIDATION AND ENGINEERING OF INNOVATION

To encourage the adoption of the best technologies available or emerging on the market, for several years Eni has had its own **validation methodology** ("Technology Validation"), which assesses benefits and potential areas for improvement before adopting them in its development projects or operational assets. Eni defines any further verification or in-depth analyses to assess mitigating actions if a technological risk is identified. In 2022, innovative technologies were validated in the following areas: renewable energy pro-

duction, electricity storage, CO₂ capture, blue or green hydrogen production, circular economy processes, and asset integrity solutions. Innovation is also a driving force in the activities of **EniProgetti**, Eni's engineering company, engaged in developing projects to enhance natural resources in the downstream area and for decarbonization. In the latter area, EniProgetti's engineering activities in 2022 focused on the CCS Liverpool Bay project in the UK and on the Gela biorefinery for the realisation of a project that will enable the production of "Eni Biojet" and the production of an additional 150,000 tonnes/year of Sustain-

able Aviation Fuels (SAF) from 100% renewable raw materials. Activities in the field of robotics, mechatronics and automation included the development of an innovative nanosensor system developed to detect potentially emissive points in congested areas or areas difficult to reach by personnel or other robotic means, and the optimisation of the Clean Sea submarine robotic system, that can also be used for monitoring offshore fields for CCS. With a longer-term perspective, EniProgetti is ones studying robotic applications for the maintenance of future energy production plants from **► magnetic confinement fusion**.

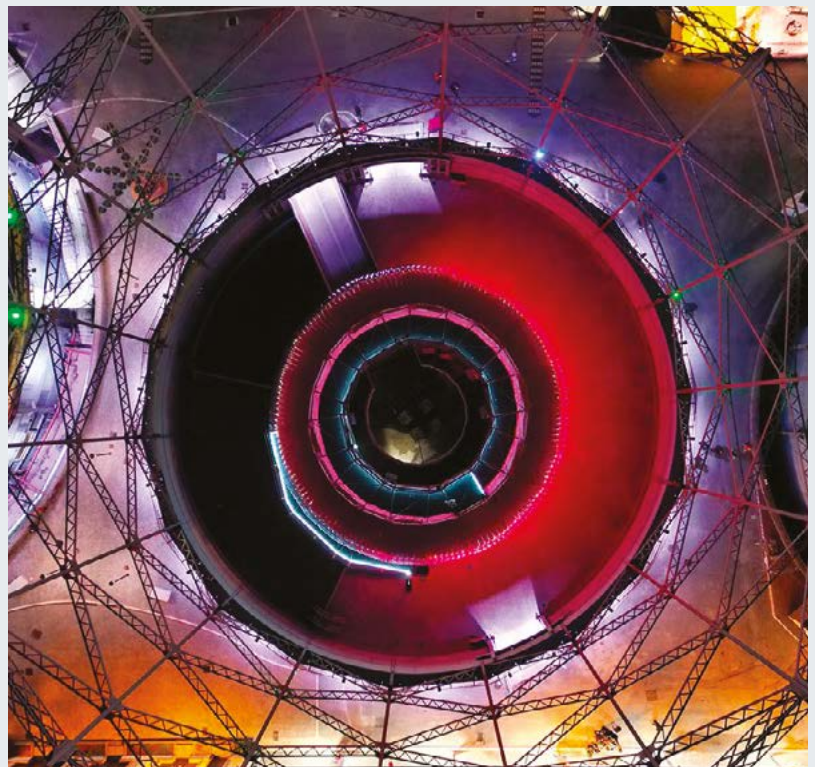
FOCUS ON

Fusion Energy

OBJECTIVE: the development of fusion energy, once brought to an industrial level, will make it possible to generate large amounts of zero-emission energy with a safe and virtually unlimited process. Eni sees this as a strategic challenge and has long since initiated a fusion program that envisages various commitments at the Italian and international level.

COLLABORATIONS IN ITALY: (i) participation in the Divertor Tokamak Test facility (DTT) project with ENEA and other academic and research entities to build an experimental machine for the management of excess heat developed in a fusion machine; (ii) with CNR to support the growth of specific expertise on fusion through the Joint Research Centre in Gela; (iii) with Italian research bodies and universities, enabling in 2022 the activation of 16 new PhDs on fusion and also making the supercomputers of its Green Data Centre available to researchers; (iv) with Italian companies, to develop the fusion value chain.

INTERNATIONAL COLLABORATIONS: (i) with industry associations; (ii) with the Massachusetts Institute of Technology (MIT) in the Laboratory for Innovation in Fusion Technology (LIFT) science program; and (iii) with **► Commonwealth Fusion Systems (CFS)** to accelerate the industrialisation of magnetic confinement fusion. In the CFS roadmap, the construction of the first power plant, capable of feeding energy into the grid, is planned for the early 2030s, while the completion of the technical demonstration is scheduled for 2025.



Installation that "metaphorically" took up the shape of the Tokamak, a reactor prototype, a fundamental component of the magnetic confinement fusion process for the Maker Faire Rome

CYBER SECURITY

The cyber security risk is considered high in Eni due to the geopolitical context in which Eni operates and the constantly growing trend of cyber attacks. For this reason, Eni has put in place, in a risk-based approach, defence measures to prevent and contain impacts, such as enhancing the

Cyber Security Defence. In 2022, the Cyber Security Culture programme continued with more than 80 initiatives, to strengthen corporate culture on correct behaviour. Collaborations with Organisations, Universities and Institutions continued to develop guidelines, such as the collaboration with the World Economic Forum

(WEF). Among the initiatives aimed at third parties, workshops on Cyber Risk Management in the Supply Chain for Small and Medium Enterprises were provided. The training offered to teachers and students in primary and secondary schools was expanded with 20 in-person and on-line initiatives.



The Eni Green Data Center, 70 million billion calculations a second, done with minimal environmental impact

~180 mln

attacks (including automated ones) on applications exposed on the internet

>2,000

phishing campaigns

~15 mln

malicious e-mails

FOCUS ON

Eni's approach to Open Innovation

Eni manages Open Innovation processes in line with its innovation strategy for energy transition, enhancing its technologies and supporting young talents in developing sustainability and circularity projects and high-potential startups to create game-changing technologies. In 2022, Eni was confirmed as one of the 100 TOP Corporate Startup Stars, falling into the category of 50 companies recognised with the "Open Innovation Challengers" award. The Open Innovation approach includes diversified activities with four areas of interest:



Open Innovation & Ecosystems Development

Develops ecosystems and technological innovation hubs with which it launches Open Innovation initiatives and identifies solutions in line with Company strategies, with a global and transversal approach.



Joule

The Eni school of entrepreneurship supports the growth of innovative and sustainable start ups to create an entrepreneurial ecosystem in the zero-emission energy chain.



Eni Next

Eni's owned (100%) Company is the Corporate Venture Capital that invests in start ups with high potential for the creation of game changer technologies.



Eniverse Ventures

Eni's owned (100%) Company is the Corporate Venture Builder that enhances innovative technologies starting from those owned by Eni to create new Eni ventures in support of a Just Transition.

+2,500

innovative solutions identified

10

call for startups launched every year

+100

incubated/accelerated startups

+40

collaborations with startups launched

4

monitored ecosystems: North America, Israel, Europe and Africa

1 CARBON NEUTRALITY BY 2050

Eni's business model envisages a path towards carbon neutrality based on an approach that considers emissions generated throughout the life cycle of energy products and on a set of actions that will lead to the total decarbonization of processes and products by 2050. Eni's climate strategy is based on an industrial transformation plan that builds on available technology options and focuses on developing breakthrough solutions.

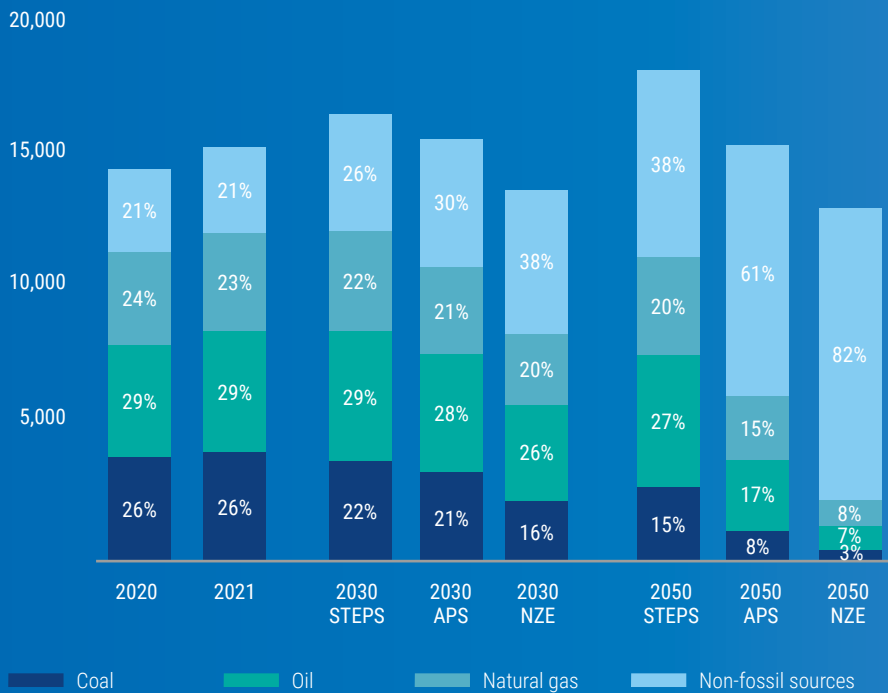
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REFERENCE CONTEXT: CHALLENGES AND OPPORTUNITIES

The Net Zero by 2050 Challenge

IPCC underlines the need to immediately and rapidly reduce global GHG emissions and achieve Net Zero for CO₂ emissions around 2050 in order to limit the temperature increase to 1.5°C compared to pre-industrial times. To this end, the IPCC defines several scenarios compatible with the 1.5°C target, involving the decarbonization of the energy system through the combined application of a number of levers, such as the deployment of renewable energy, end-use electrification, the use of low and zero carbon fuels and CCS, consumer behavioral change, reduction of land use change sector emissions, and neutralization of residual emissions through carbon removal actions in the land use change sector (LUC) and use of Carbon Capture and Storage applied to bioenergy (BECCS).

Evolution of the energy mix (EJ)



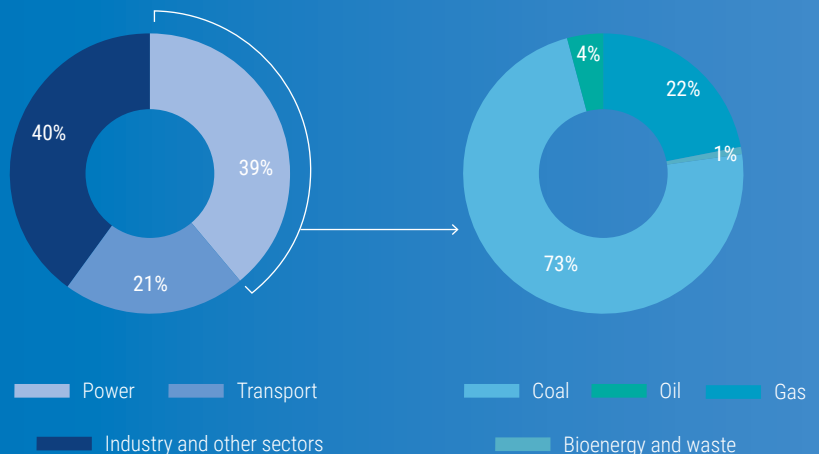
Among the most well-known evolutionary paths in the global energy landscape, the IEA scenarios trace diversified future trajectories based on different assumptions, targets, and different logics of construction. The Net Zero (NZE) scenario, constructed with backcasting logic, traces one of the pathways to achieving the 1.5°C target, identifying electrification, efficiency and a radical change in consumer behavior as the main levers of decarbonization, requiring an immediate shift in the energy paradigm. These elements are expected to enter the production/consumption mixes of individual Countries immediately and to grow exponentially in the near future. To chart such a course, it will already be necessary in the immediate term to adapt/modify existing energy systems, characterized by considerable complexity, or to build new ones requiring major investments. By 2050, global energy demand will be lower than today (-15% vs. 2021), a target that appears highly challenging, given a global economy projected to grow at a rate of about 3% and a population increasing by about 2 billion.

The STEPS scenario, on the other hand, includes all policies implemented and planned by Governments, while the ODA assumes the achievement of all announced Net Zero targets (Towards a Just Transition).

Source: International Energy Agency (2022), World Energy Outlook 2022, IEA, Paris.

Energy-related global CO₂ emissions

Global power sector-related CO₂ emissions in 2022 increased by 0.9% (vs. 2021), reaching a new peak of over 36.8 Gt. Nearly 40% of emissions are attributable to the power sector, where coal is responsible for more than 70% of emissions while generating only 35% of total electricity. Geographically, emerging Countries still account for over 65% of global emissions (~73% of emissions in the global power sector).



Source: International Energy Agency (2022), World Energy Outlook 2022, IEA, Paris.

Carbon neutrality by 2050



WHY IS IT IMPORTANT TO ENI

Eni aims to create value and decarbonize the company, having set some of the most challenging emissions reduction targets in the energy sector, both in intensity and absolute terms, across all activities and products value chain. Our transition strategy towards cleaner and low cost fuels, for which we foresee great development opportunities, will enable us to become an increasingly competitive energy supplier. Our technological, research and development expertise, sound governance and strong integration of activities are the driving force behind our transition.

| FRANCESCO GATTEI – CHIEF FINANCIAL OFFICER |

PROGRESS 2022 vs. Eni for 2021 commitments	SHORT-TERM COMMITMENTS	MEDIUM-TERM COMMITMENTS	LONG-TERM COMMITMENTS
NET CARBON FOOTPRINT (SCOPE 1+2) - BASELINE 2018			
Upstream: -33% Eni: -19%	Upstream: -50% in 2024 Upstream: -65% in 2025	Upstream: Net Zero by 2030 Eni: Net Zero by 2035	
NET GHG LIFECYCLE EMISSIONS (SCOPE 1+2+3) - BASELINE 2018			
-17%		-35% in 2030 -55% in 2035	-80% in 2040 Net Zero by 2050
NET CARBON INTENSITY (SCOPE 1+2+3) - BASELINE 2018			
-3%		-15% in 2030	-50% in 2040 Net Zero by 2050

POLICY

2023-2026 Strategic Plan; Eni's responsible engagement on climate change within the business association; Eni's position on biomass; Eni's Code of Ethics.

MANAGEMENT AND ORGANISATION MODELS

The organisational structure functional to the energy transition process with two General Directions: Natural Resources, for the optimisation and progressive decarbonization of the Upstream portfolio and Energy Evolution, for the expansion of bio, renewable and circular economy activities and the offer of new energy solutions and services; a dedicated central function that oversees climate change strategy and positioning; energy management systems coordinated with the ISO 50001 standard, included in the HSE regulatory system, for the improvement of energy performance and already implemented at all major Mid-Downstream sites and being extended to the entire Eni Group; organisation of technological research and development aimed at the creation and application of low carbon footprint technologies, fully integrated with renewable sources, the use of biomass and the valorisation of waste materials, as well as the development of technologies for the exploitation of new forms of energy or energy carriers with low or no carbon footprint.

FOR MORE INFORMATION

- ▶ [Eni for 2022 - Sustainability Performance](#)
- ▶ [eni.com](#)
- ▶ [Eni's Code of Ethics](#)
- ▶ [Assessment of industry associations' climate policy positions](#)
- ▶ [Eni's responsible engagement on climate change within business associations](#)

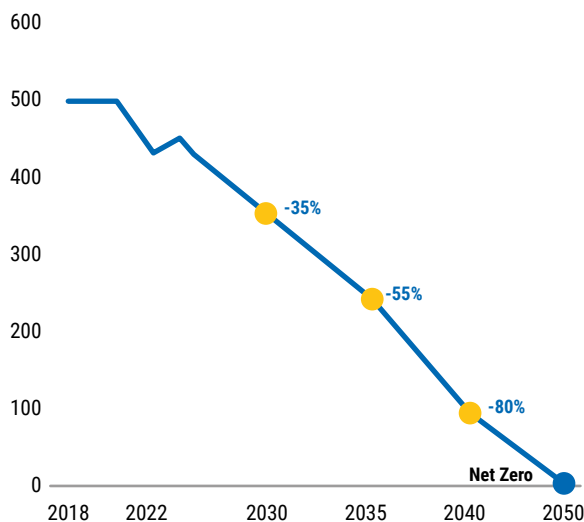
Towards Net Zero in 2050

THE DECARBONIZATION ROADMAP AND ENI'S TARGETS

Eni wants to be an active part of the energy sector's transition with a long-term strategy towards Carbon Neutrality by 2050, in line with scenarios that are compatible with keeping global warming within the 1.5°C threshold by the end of the century. To this end, since 2014 Eni has embarked on a path of industrial transformation that has gradually enabled the company to create value under challenging scenarios, helping to ensure the security of energy supplies and environmen-

tal sustainability. Despite high volatility and uncertainty, in 2023 Eni confirmed its decarbonization strategy and key medium-to-long-term emissions and business targets. The pathway towards Eni's Carbon Neutrality by 2050 includes a series of intermediate objectives that first envisage Net Zero emissions (Scope 1+2) for the upstream business by 2030 and for Eni's group by 2035, then Net Zero emissions by 2050 for all Scope 1, 2 and 3 GHG emissions associated with Eni's entire value chain, both in absolute and intensity terms (GHG Metrics).

NET GHG LIFECYCLE EMISSIONS (MtCO₂eq.)



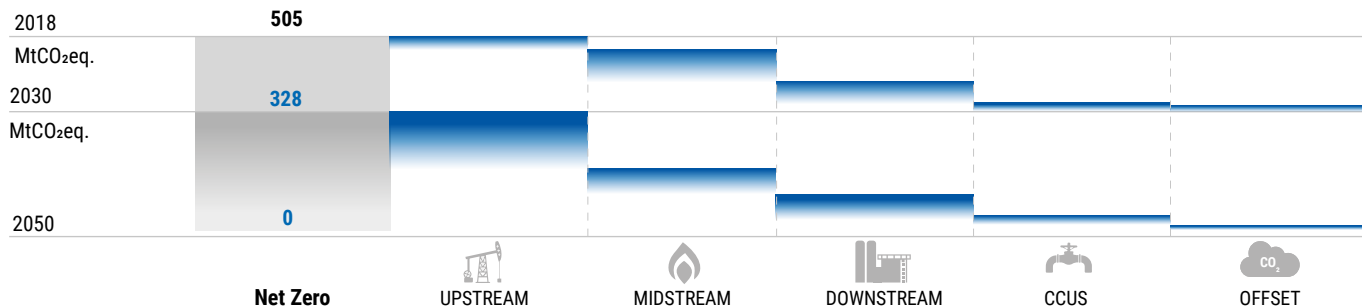
DECARBONIZATION OPERATIONAL LEVERS

Eni's strategy towards Net Zero is supported by an industrial growth and transformation plan that involves the entire value chain, envisaging the optimisation and valorisation of the upstream portfolio through progressive decarbonization, combined with the expansion of the bio, renewable and circular economy businesses and the offer of new energy solutions and ser-

vices. Transforming conventional activities will contribute to 90% of the absolute long-term reduction target. Upstream hydrocarbon production will decline in the medium-to-long-term, with a plateau expected by 2030 and progressive growth of the gas component reaching 60% by 2030 and more than 90% after 2040. Midstream/downstream, activities will contribute to reducing emissions, mainly through utilising gas equity and LNG, and convert-

ing conventional refineries into biorefineries. CO₂ capture, storage and utilisation (CCUS) projects will have a complementary function in reducing residual emissions that are difficult to abate with existing technologies. Approximately 5% of the total absolute reduction in Eni lifecycle emissions by 2050 will be linked to compensation through carbon credits, from Natural Climate Solutions and the application of technological solutions.

NET GHG LIFECYCLE EMISSIONS (SCOPE 1+2+3)



FOCUS ON

The role of Carbon Credits

Eni plans to compensate its residual emissions by leveraging Natural Climate Solutions initiatives and applying technological solutions in various areas, aiming to progressively maximise the carbon removal component. The identified initiatives ensure the compensation of emissions by generating high-quality carbon credits, certified according to the highest international standards both for the climate change mitigation component, such as the Verified Carbon Standard - VCS, and for the contribution to the achievement of the SDG Sustainable Development Goals (such as the Sustainable Development Verified Impact Standard - SD VISta and Climate, Community and Biodiversity - CCB). In this context, in addition to forest conservation and protection activities according to the REDD+ scheme, which started in 2019 with the Luangwa Community Forest Project (LCFP) in Zambia, in 2022 Eni started technology-based carbon credit generation initiatives with the Clean Cooking in Côte d'Ivoire project.

The evolution of business

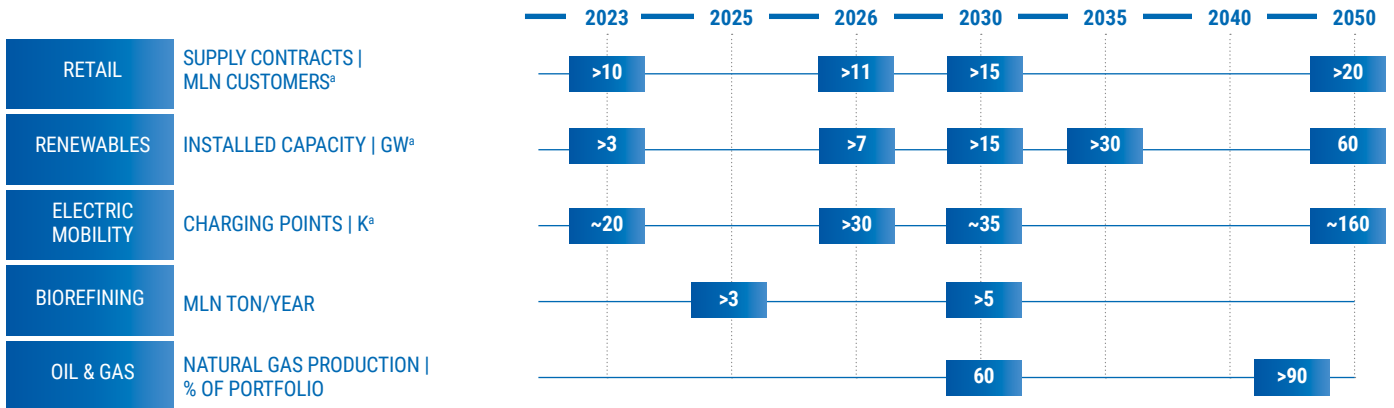
BUSINESS TARGETS TOWARDS NET ZERO BY 2050

Eni's strategy towards Net Zero is underpinned by an industrial transformation plan deployed through the distinct and synergetic paths of the two General Directions: Natural Resources, active in the optimisation and progressive decarbonization of the Upstream

portfolio, the development of both CO₂ storage projects and Natural Climate Solutions projects, and the integration with biorefining by developing an innovative agri-hub network, and Energy Evolution, active in the expansion of bio, renewable and circular economy activities and the offering of new energy solutions and services. In addition, the transformation plan

is supported by cross-cutting activities that aim both to optimise existing solutions and to seek breakthrough innovations that can accelerate decarbonization (**Innovation**). Eni's decarbonization strategy is based on a plan that considers market dynamics and the Company's evolution, articulated through specific objectives for each business line.

MAIN BUSINESS TARGETS



a) Plenitude 100%.

THE DECARBONIZATION OF TRADITIONAL BUSINESS

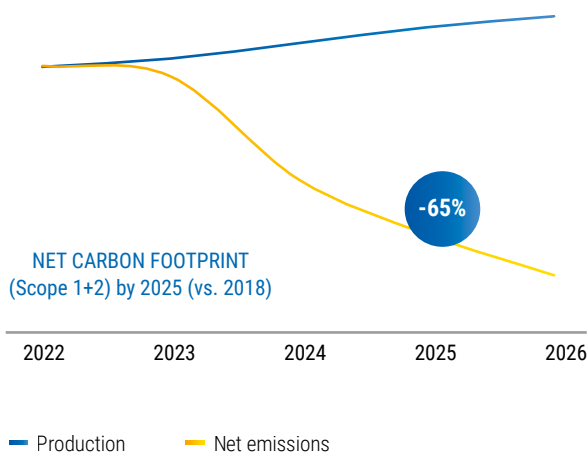
Eni's strategy aims to fulfill the essential pillars of the energy trilemma, achieving significant reductions in GHG emissions in

parallel with energy security and accessibility. Hydrocarbon production will grow in 2023-2026, with a plateau expected through 2030 and progressive growth of the gas component, reaching 60% by 2030 and more than 90% after 2040. At the same time, Eni confirms its decarbonization targets, which aim to achieve Net Zero emissions (Scope 1+2) for the upstream business by 2030, with intermediate reduction targets of 50% by 2024 and 65% by 2025 compared to 2018, based on the levers of energy efficiency, zero routine flaring and methane emission minimisation. CO₂ capture and storage projects will contribute to reducing Eni's net emissions, while Natural Climate Solutions initiatives will offset residual emissions.

By adopting a model that is based on successful exploration at competitive costs, reducing

the time-to-market of bringing reserves into production, a phased approach to project development and continuous control of operating expenditure, Eni has built a resilient Oil & Gas portfolio, with a gas share of around 52% of Eni's total proven reserves in 2022. The remaining share of the O&G portfolio includes many conventional, low-emission intensity projects. Analyses carried out on 2P reserves showed that the average Brent break even price, which guarantees a return on investment equal to the cost of capital, is lower than current crude oil prices, thus supporting fast investment returns, which for new projects are less than five years. This improves the resilience of the O&G portfolio to low carbon scenarios by mitigating the risk of stranded assets (**Resilience of the low carbon scenario strategy**).

UPSTREAM NET GHG SCOPE 1+2 VS. PRODUCTION Indexed

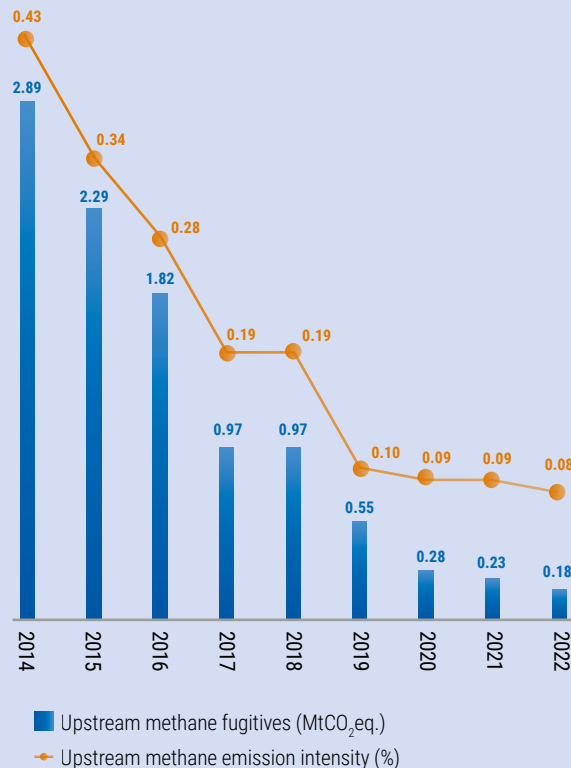


FOCUS ON

Eni's commitment to reducing methane emissions

CONTEXT: Eni is aware of the importance of reducing methane emissions, given its high climate-altering potential and recognised role in global warming mitigation opportunities in short-to-medium-term.

ACTIVITY: Eni is committed to implementing actions to monitor and minimise methane emissions along its Oil & Gas value chain and confirms its goal of keeping upstream emission intensity below 0.2%. To further improve the accuracy and transparency of methane emissions reporting, with the support of a third party, Eni is proceeding with a measurement campaign on key-operated assets, which will be completed during 2023 and will allow a new reduction target to be set once completed. Eni also participates in major international methane partnerships, including OGCI's **► Aiming for Zero Methane Emissions Initiative** under which Eni is committed, among other things, to monitoring and testing innovative emissions measurement and mitigation technologies. Eni is also a signatory to the **► Methane Guiding Principles (MGP)** initiative and therefore is committed to five fundamental principles in managing methane emissions (reduction, performance improvement, accuracy, policy and disclosure). Among other activities promoted by MGP, Eni collaborated with other companies in the sector and international organisations to the definition of the European methane strategy.



CCS PROJECTS



Projects for CO₂ capture and storage in depleting offshore reservoirs, or reuse in other production cycles, are a vital element in Eni's energy transition strategy. CCS will help reduce net emissions from Eni's operations and provide a solution for other hard-to-abate emitting sectors besides the energy sector. Leveraging its portfolio of CCS projects already under development, utilising

depleted gas reservoirs and existing infrastructure, Eni has set the goal of achieving storage of around 10 MTPA equity by 2030, with a total gross capacity of 30 MTPA. One of the most advanced projects is **HyNet**, located in Liverpool Bay, which is scheduled to start-up in 2025 with a storage capacity in the initial phase of 4.5 million tonnes per year. For the Ravenna Phase 1 project, whose development was

recently launched, the start-up is scheduled for early 2024, and Ravenna Phase 2 plans start-up by the end of 2026. Eni is also pursuing a second project in the UK, using the depleted Hewett field, potentially ready by 2027 and aimed at decarbonization of the Bacton and Thames Estuary areas. Opportunities are also being explored in North Africa and Middle-East, among which the BES project in Libya.

storage capacity
10 MTPA
 equity by 2030

FLAGSHIP CCS PROJECTS

UK HyNet

START-UP
 2025 Phase 1
 (storage capacity 4.5 MTPA)
 2030 Phase 2
 (storage capacity 10 MTPA)
TOTAL STORAGE CAPACITY
 200 MT CO₂

ITALY Ravenna

START-UP
 2024 Phase 1
 (storage capacity 25 kton/y)
 End 2026 Phase 2
 (industrial scale capacity 4 MTPA)
TOTAL STORAGE CAPACITY
 > 500 MT CO₂

LIBYA BES CO₂ Management

START-UP
 2027 storage capacity 2.5 MTPA
TOTAL STORAGE CAPACITY
 50 MT CO₂

+13,000
EV charging points

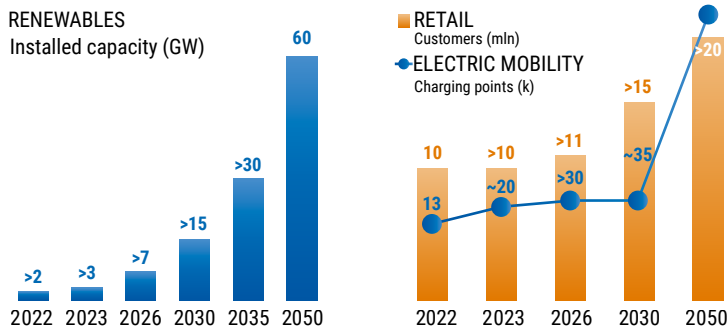
NEW ENERGY SOLUTIONS

Eni is pursuing the transformation of its traditional businesses and the growth of its new activities by generating value and supporting its customers in reducing emissions. Plenitude, Eni’s Benefit Corporation (Società Benefit) integrating renewables, customer energy solutions and an extensive electric vehicle (EV) charging network, is developing its renewable projects pipeline and has reached its 2022 target of more than 2 GW of installed capacity. Eni’s objectives in this area will be achieved through the organic development of a diversified portfolio, complemented by selective asset and project acquisition transactions and strategic partnerships

on the national and international level, which will enable the progressive increase of Plenitude’s installed renewable capacity with more than 15 GW by 2030, reaching 60 GW by 2050. In an evolving mobility sector, which envisages a constant increase in the number of electric vehicles in circulation in Italy and Europe, Plenitude has one of the largest and most widespread networks of public electric vehicle charging infrastructures with more than 13,000 charging points distributed throughout the Country, aiming at a total of 30,000 units by the end of 2026, rising to 160,000 by 2050. Finally, integrating retail activities, with a customer base growth to more than 11 million

by 2026 and more than 20 million by 2050, renewable energy and electric mobility, offers significant synergies from an operational perspective, as well as ensuring diversification and financial resilience. Versalis is committed to the achievement of Carbon Neutrality in 2050 through the promotion of chemistry from renewable sources, the identification of sustainable feedstock supply alternatives, and the continuous development of solutions in the area of circularity. Research and technology development are also carried out through partnerships, such as Matrica – the JV established in 2011 between Versalis and Novamont in Porto Torres – which specializes in the production of bioproducts from renewable sources. In addition, Versalis looks at the continuous strengthening of integration in its technologies: in December 2022 it acquired the technology for the production of enzymes from DSM (a global company focused on the health, nutrition and bio-science sectors), thus integrating it with the proprietary technology Proesa®, applied in the Crescentino plant, for the production of sustainable bioethanol.

EVOLUTION OF PLENITUDE



FOCUS ON

Eni Sustainable Mobility and the vertical integration model with agri-businesses



Eni Sustainable Mobility, established at the beginning of 2023, is the vertically integrated group Company that will support Eni’s energy transition, combining the offer of increasingly sustainable fuels with advanced services dedicated to motorists in Italy and Europe, leveraging a network of 5,000 service stations, which will be upgraded to support electric as well as hydrogen-based mobility. Eni Sustainable Mobility will manage Eni’s biorefineries, biomethane business and continue the development of new projects, including those in Livorno and Pengerang in Malaysia, currently under evaluation and in Louisiana (USA), where a biorefinery in Joint Venture with PBF has been built and is in start-up.

One of the distinctive elements of Eni’s biorefining strategy is the progressive vertical integration through the innovative agri-business model, which envisages the production of vegetable oils from raw materials that do not compete with the food chain, significantly contributing to local development and circular economy. The development plan of the identified activities involves agreements with local farmers and cooperatives to whom oilseed production is outsourced, and Eni’s construction of oil collection and extraction centres (agri-hubs). The supply chain by-products, will be destined for local markets and possibly for export. In October 2022, the first cargo of vegetable oil for biorefining, produced at Eni’s Makueni agri-hub in Kenya, departed toward the Gela biorefinery. In addition to the vegetable oil, Eni has already begun exporting used cooking oil (UCO) collected from hotel chains, restaurants and bars in Nairobi, through a project underway that promotes the culture of recycling, raising awareness on the environmental and health benefits of properly disposing of waste oil, generating income from waste. This model will be replicated in other African Countries, longtime Eni partners. These developments have led Eni to accelerate its strategy and relaunch biorefining capacity targets, aiming to target more than 3 million tons per year by 2025, compared to the 2 million announced in 2022, and more than 5 million tons per year by 2030.

ALLIANCES FOR DECARBONIZATION

The most recent IPCC analyses have shown that decarbonization is an ongoing process, but there still needs to be an emissions gap concerning the Paris targets. How do we bridge the gap between where we are and where we should be with the energy transition?

Although the climate challenge is now high on the political agenda of all Governments and the impacts of climate change are already evident, the actions implemented so far still need to be improved. However, much has been achieved, and the development of renewable energy over the last ten years is undoubtedly a success story that, on the one hand, allows us to look to the future with optimism and, on the other hand, obliges us to continue working towards achieving the objectives of the Paris Agreement. As highlighted in IRENA's World Energy Transitions Outlook, the energy transition is underway. It will inevitably lead us to a new energy system dominated by renewables, complemented by hydrogen and the sustainable use of bioenergy. Over the past decade, the cost of electricity generated from renewables has fallen dramatically (-88% for solar PV; -68% for onshore wind; -60% for offshore wind), and at the same time, investment has almost doubled, reaching a record USD 499 billion in 2022. Renewables are a winning economic choice and,

especially in the current energy crisis, play an essential role in addressing the "energy trilemma", i.e. the balance between environmental sustainability, security of supply and competitiveness. However, it remains clear that there is a need to accelerate investment in transition technologies, which must at least quadruple by 2022 to reach the 1.5°C target.

The energy transition requires an unprecedented collective effort, not least because of recent events that have brought the issue of energy security back to the centre of the climate debate. What role does IRENA play in facilitating collaboration between institutions and companies, such as Eni?

The energy transition cannot be achieved without strong collaboration between institutions and companies. In the 2013-2020 period, the private sector was responsible for 75% of global investments in renewable energy. Since 2020, IRENA has signed strategic agreements with some of the most important companies in the energy sector, and we are now working on implementing several important initiatives. With Eni, for example, we have developed a capacity-building programme to integrate the African continent into the biofuel supply chain. Eni and IRENA are also collaborating in the Alliance for Industry Decarbonization. This

alliance aims to accelerate the decarbonization of industrial sectors, which account for over 30% of global emissions and nearly 40% of global energy consumption. This initiative is also particularly relevant because of the difficulties associated with hard-to-abate sectors, where individual companies only sometimes have the solutions to tackle decarbonization independently.

What are the most promising technologies according to IRENA, and how will the Alliance for Industry Decarbonization support the acceleration of their development?

Faced with the urgency of the climate challenge, we must choose the fastest path to emission reduction, prioritising existing solutions and those with the greatest chance of reaching technological maturity within this decade. IRENA's World Energy Transitions Outlook identifies energy efficiency and electrification facilitated by renewables as the primary levers to accelerate the energy transition. Hydrogen, on the other hand, will play a vital role in the transition of "hard-to-abate" sectors, where the great challenge of replacing coal needs to be addressed. To create a hydrogen market, it is necessary to work simultaneously on supply and demand. The Alliance for Industry Decarbonization offers a platform for collaboration between sectors to pursue this goal.

INTERVIEW



Interview with **Francesco La Camera** Chief Operating Officer of the International Renewable Energy Agency (IRENA) since 2019, he has more than 30 years of experience in climate change, sustainability and international cooperation.



WORLD ENERGY TRANSITIONS OUTLOOK 2022

Rome
9 June 2022

€13.8 bln

low and zero carbon
spending in 2023-2026

CAPITAL ALLOCATION EVOLUTION

Eni is committed to aligning its plans and investment decisions with the decarbonization strategy. The evolution towards a fully decarbonized product portfolio will be supported by progressive growth in the share of investments dedicated to low and zero carbon activities, reaching 30% of total investments by 2026, 70% by 2030 and up to 85% by 2040. After 2035, these activities will generate positive free cash flow and contribute

to about 75% on average over the 2040-2050 period. Spending on zero and low carbon activities will amount to €13.8 billion over the 2023-2026 four-year period¹. In the medium-to-long-term, the share of expenditure dedicated to Oil & Gas activities will be gradually reduced, with the progressive phase-out of investments in activities and products with high carbon intensity and evaluating the main investment projects consistently with emission reduction targets. Furthermore, the decarbonization plan

is integrated with Eni's financing strategy, having issued in 2021 the industry's first sustainability-linked bond in the O&G sector, whose interest rate is linked to the energy transition targets announced by the company. To this end, at the beginning of 2023, Eni issued the first bond intended for the Italian public market linked to its sustainability objectives for an initial value of €1 billion, an amount doubled to meet the high demand that led to the offer being closed in just five days (▀ [finance](#)).

LOW AND ZERO CARBON INVESTMENTS 2023-2026 (€ bln)

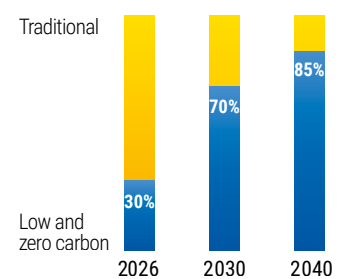
Electricity generation from renewable sources	4.6
Reduction of GHG emissions	3.4
Circular economy	3.5
Research for decarbonization, circular economy and new energy solutions	0.6
Retail portfolio development (including e-mobility)	1
Other initiatives (including Natural Climate Solutions and Venture Capital)	0.7

STRATEGY RESILIENCE TO LOW CARBON SCENARIOS

Decarbonization initiatives announced or initiated by the Governments of many Countries to achieve the goals of the Paris Agreement, the push by civil society, NGOs and the financial system, as well as evolving consumer preferences and growing awareness of climate change and preservation of natural ecosystems, could result in the displacement of hydrocarbon demand by renewables and other zero or low-emission energy carriers in the medium-to-long-term. Transition risk management includes regular review of the portfolio of assets and new investments for the development of Eni's hydrocarbons reserves, in order to identify and assess potential risks associated with changes in emissions regulatory regimes or the physical

conditions under which operations are conducted. Eni's economic and financial exposure to the risk arising from the introduction of new carbon pricing mechanisms is also examined by the Board of Directors both at the preliminary stage of authorization of the individual investment and at the subsequent six-monthly monitoring of the entire project portfolio. In particular, Eni considers the management of the risk of reserve depreciation to be of paramount importance and has adopted a strategy and actions to mitigate such risk. The selection of Oil & Gas development projects is based on strict industrial-financial criteria, and the emission profile of operations is analyzed through sensitivities to potential impacts related to the introduction of carbon taxes. In addition, Eni regularly monitors major projects for com-

CAPITAL ALLOCATION



pliance with profitability thresholds in light of possible changes in the regulatory framework that could, for example, increase the cost of emissions. Given that Upstream assets have very extended useful lives, the assessments of economic resilience depend heavily on management's assumptions about future hydrocarbon prices. To this end, price variables reflect management's best estimate of the fundamentals of the various energy markets that incorporates current and foreseeable decarbonization trends. As an additional monitoring and evaluation tool and as recommended by the TCFD guidelines, Eni verifies through stress testing the recoverability of the book values of Oil & Gas investments, which constitute 70% of Eni's fixed assets, with respect to decarbonization scenarios other than the

¹ In contrast to the EU Taxonomy Regulation, this expenditure also includes JV interventions, all expenditure that contributes to the reduction of emissions (e.g. energy efficiency and routine flaring abatement interventions), and that which supports the development of the Plenitude customer base.

one adopted by management and, in particular, with respect to the IEA's Net Zero Emission (NZE). This stress test also comprises a scenario in which prices assumed by management are reduced by 10%. Below are the results of the sensitivity analysis expressed in terms of the percentage reduction in the margin of safety given by

the excess of future cash flows over book values (i.e., headroom). The stress test performed by Eni's management on the value in use of O&G assets based on the price and cost assumptions of the IEA NZE scenario showed impairment and potential write-downs of assets considered non-material according to management's judgment, con-

firming the quality and resilience of Eni's assets. These stress tests were performed by updating the hydrocarbon price and CO₂ cost assumptions in the cash flow projections, not considering possible changes in other factors (e.g., volumes, discount rate).

► [Climate Change Risk in 2022 Annual Financial Report](#)







	Headroom value in use of O&G CGUs vs. Book values surplus %		Recruitment at 2050 in real terms USD 2021		
	Deductible CO ₂ costs	Non-deductible CO ₂ costs	Brent price (\$/b)	European gas price (\$/mmbtu)	CO ₂ cost (\$/tonne)
Eni Scenario	>100%	-	43	5.3	EU/ETS CO ₂ cost projections + forestry cost forecast
10% prices haircut prices Eni scenario	80%	-	39	4.8	EU/ETS CO ₂ cost projections + forestry cost forecast
IEA NZE 2050 scenario	55%	49%	24	3.8	250-180 per tonne of CO ₂ ^(a)

(a) Price differentiated according to economy classified as "advanced" or "emerging".

FOCUS ON

Climate risks and opportunities

Risks related to climate change are analysed, assessed and managed by considering the aspects identified in the TCFD recommendations, which refer both to the risks related to energy transition (market scenario, regulatory and technological evolution, reputation issues) and to physical risk (acute and chronic) associated with climate change. The analysis is carried out using an integrated and cross-cutting approach that involves specialist functions and business lines, including the related risks and opportunities assessment. The table below summarises the main climate-related risks and opportunities identified by Eni (► [Risk and uncertainty factors](#)). To seize the opportunities and minimise the risks associated with climate change, Eni is implementing a long-term strategy aimed at transforming its business model to achieve the 2050 Carbon Neutrality target, in line with the international community's commitments, i.e. achieving Net Zero emissions from all processes and products marketed by the Group over their entire life cycle.

		RISKS	OPPORTUNITIES
TRANSITION RISKS	 Normative	<ul style="list-style-type: none"> Decline in global hydrocarbon demand due to regulatory, market or technological factors Increased regulatory requirements and associated operating and investment costs Legal proceedings relating to climate change "Stranded asset" risk Uncertainty about market development and profitability for new products Negative effects on share performance Deterioration of industry/company appeal for talent attraction & retention 	<ul style="list-style-type: none"> Development of renewables and low carbon energy Diversification of raw materials for biorefineries and the chemical industry and development of new products Energy efficiency interventions with the adoption of BAT Reassessment of assets from a circular perspective CCS development and decarbonized products R&D, innovation and partnerships for the development of new products and services for decarbonization Distinctive positioning in climate benchmarks and positive impact on stakeholder perception
	 Scenario		
	 Technological		
	 Reputational		
PHYSICAL RISKS	 Acute	<p>Eni has developed an assessment process that includes both its assets and those of third parties that may have an impact on Eni's operations. The process, which is constantly evolving based on the results of the first implementations, based on data provided by specialist data providers, assesses the inherent risk of assets against identified acute and chronic risks. The strength and effectiveness of existing mitigation actions are assessed for exposed assets, identifying the residual risk (per individual asset). Assets still exposed at residual risk level are analysed in more detail as part of the Asset Integrity process, identifying downstream, where necessary, further mitigation actions to be implemented.</p> <p>Eni also pays attention to the socio-economic and environmental impacts in the Countries where it operates and has developed guidelines and measures as methodological support for the identification of adaptation actions in the Countries of interest.</p>	
	 Chronic		

Advocacy and Transparency







Eni has long collaborated with academia, civil society, institutions and businesses to foster the energy transition by generating new knowledge, sharing best practices and valorising initiatives with stakeholders. Eni engages with policymakers directly and indirectly through trade associations, contributing to the definition of strategies and regulations to accelerate the transition to Net Zero, thanks

to its experience as an international energy Company. Eni clearly and transparently supports and shares its position on climate change and related climate strategy issues in its partnerships and advocacy activities.

In 2020, Eni published its [▶ guidelines on responsible climate change engagement](#) within the associations it is a member of, providing for a periodic assessment

of the alignment between Eni's positioning and that of the business associations the company participates in. In the [▶ second report](#), published in 2022, the public position assessment was extended to 40 associations, of which 38 were aligned with Eni's positions and two were partially aligned. In addition, Eni publishes a [▶ list of key climate change-related advocacy initiatives](#).

ENI'S PRINCIPLES IN CLIMATE ADVOCACY

<p>1. </p> <p>PARIS AGREEMENT</p> <p>Eni supports the goals of the Paris Agreement and the achievement of Net Zero by 2050</p>	<p>2. </p> <p>ROLE OF GAS</p> <p>Eni recognises the role of natural gas in the energy transition and supports the implementation of specific regulations to reduce methane emissions</p>	<p>3. </p> <p>CARBON PRICING</p> <p>Eni supports the implementation of credible and cost-efficient carbon pricing mechanisms</p>	<p>4. </p> <p>ENERGY EFFICIENCY AND LOW AND ZERO CARBON TECHNOLOGIES</p> <p>Eni supports actions and policies in favour of technological innovation necessary for decarbonization</p>	<p>5. </p> <p>NATURAL CLIMATE SOLUTIONS</p> <p>Eni promotes the role of Natural Climate Solutions to combat global warming</p>	<p>6. </p> <p>TRANSPARENCY AND DISCLOSURE</p> <p>Eni supports and contributes to the development of best practices for climate disclosure</p>
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Eni supports the definition of best practices for comprehensive and effective climate change disclosure. The company promotes the need to standardise the methods used for GHG emissions reporting to make the Oil & Gas sector performance and decarbonisation

targets comparable. With this in mind, in 2022 [▶ Eni contributed to the consultations](#) held by European (EFRAG) and US (SEC) regulators on future mandatory climate reporting standards and considers the setting of such standards an essential pillar for increasing the

private sector's transparency and effectiveness in climate matters. Transparency in reporting related to climate change, together with the strategy implemented by the company, has allowed Eni to be positively rated by the [▶ major ESG ratings](#) and climate benchmarks.

FOCUS ON

The value of collaboration

CONTEXT: partnerships and collaborations with industry partners are vital tools for the energy transition path. To this end, Eni continues to expand its collaborations network with the academic world, civil society, institutions and companies to join forces, create new synergies and multiply opportunities to offer innovative solutions for low and zero carbon energy.

ENI'S CLIMATE PARTNERSHIPS: among the many international climate initiatives Eni participates in, the [▶ "Oil & Gas Climate Initiative"](#) (OGCI) plays a crucial role in accelerating the Oil & Gas industry's response to climate change challenges. Established in 2014 by five Oil & Gas companies, including Eni, OGCI now includes 12 companies, representing about one-third of global hydrocarbon production. Eni is also a member of the Executive Committee of IPIECA, one of the most important and largest trade associations in the oil and gas industry, active in environmental and social issues that aims to support a path towards a Net Zero future. Recently, IRENA launched the Alliance for Industry Decarbonization to accelerate the decarbonization of industrial supply chains in line with the goals of the Paris Agreement. Eni is a co-founder of the initiative, which held its first official meeting at COP27, which defined priority areas for action, including developing renewables, CCUS and green hydrogen.

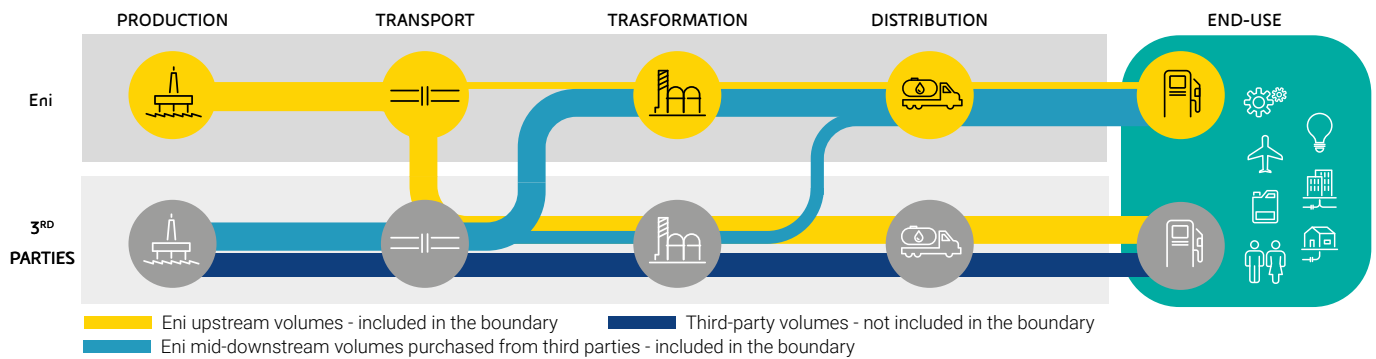
GHG Metrics

Eni has adopted an approach inspired by life cycle analysis as the most suitable and representative tool for tracing progress towards carbon neutrality. Accounting of GHG emissions from Eni's value chains refers to a distinctive proprietary methodology that allows an integrated view of Scope 1+2+3 GHG

emissions related to energy products sold by Eni. Therefore, this approach includes all energy products managed by the various Eni businesses and all the emissions they generate across the entire value chain. The energy product volumes considered are quantified based on an extended boundary, which

includes both own production and volumes purchased from third parties. In this view, production and associated emissions are accounted for as equity including Scope 1 and 2 emissions associated with Eni's activities and Scope 3 emissions related to the relevant well-to-wheel segments.

THE VALUE CHAIN APPROACH



The methodology was developed with the collaboration of independent experts and is being progressively improved to reflect the latest developments in emissions reporting standards. The resulting indicators are published annually and are certified by the auditor (► [GHG statement](#)). Since 2014, Scope 1 and 2 GHG emissions have been published according to the operator's approach, which envisages accounting for 100% of emissions from assets over which Eni has operational control. As far as Scope 3 emissions are concerned, they are reported according to the GHG

protocol categories, in accordance with IPIECA guidelines, that provide an analysis by activity and therefore have standard reporting scopes (► [GHG statement](#)). In this view, Scope 3 emissions related to the end-use of the products sold ("category 11 end-use") constitute the most relevant contribution. They are calculated based on Eni's prevailing supply chain, i.e. upstream production, in equity share. These emissions represent only a portion of the Scope 3 end-use emissions considered in the Net GHG Lifecycle Emissions and Net Carbon Intensity indicators, which instead include all end-use

emissions related to energy products sold (including Downstream), as well as emissions related to the production, transport, processing and distribution of energy products. Scope 1 and Scope 2 GHG emissions related to Eni's operating activities are subject to reasonable assurance, while Scope 3 emissions and equity-based metrics are subject to limited assurance. The "Statement on GHG accounting and reporting - Year 2022" and related assurance report are attached to the document ► [Eni for 2022 – Sustainability Performance](#), where all of Eni's main emission KPIs are published.

The development of biofuels is one of the Eni's Just Transition drivers based on the circular economy and which leverages on the Gela biorefinery, a distinctive asset thanks to proprietary technologies and constant product and process improvements. Inside the biorefinery there are plants for the production of the biofuels using only biomass from cooking oils and fats from meat processing produced in Sicily.



2 OPERATIONAL EXCELLENCE

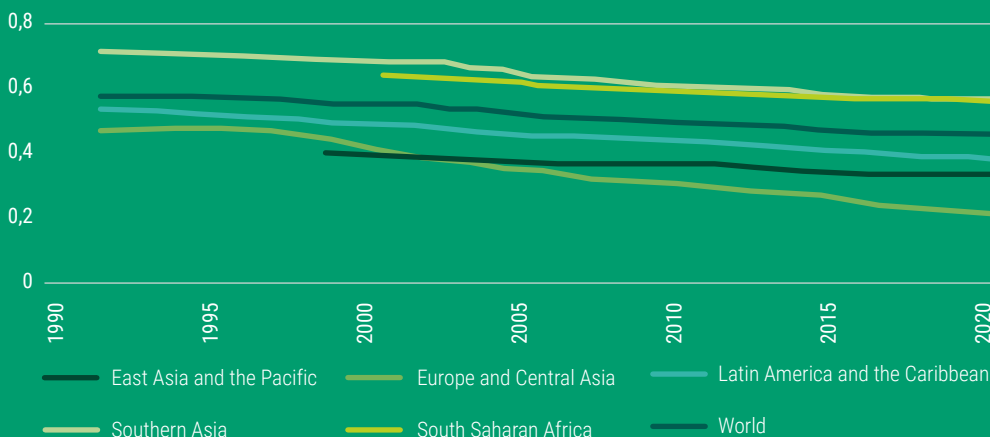
Eni's business is constantly directed towards operational excellence to seize the opportunities related to the evolution of the energy market and meet the challenges associated with the energy transition. This translates into an ongoing commitment to the development of people through the consolidation and development of skills and the enhancement of diversity, to the safeguarding of their health and safety, as well as the integrity of assets. Furthermore, Eni is committed to the protection of the environment by promoting the efficient use of natural resources and the safeguarding of protected areas relevant to biodiversity, to the respect and promotion of human rights, with a focus on resilience and enhancement of the value chain and the customer portfolio, as well as on transparency and anti-corruption in all its forms.

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Safety and people's Health	58
Environment	66
Human rights	74
Transparency, Anti-Corruption and Tax Strategy	80
Customers and Suppliers	84

REFERENCE CONTEXT: CHALLENGES AND OPPORTUNITIES

Evolution of the Gender Inequality Index by geographical area (1990-2021)

The Gender Inequality Index (GII) measures the gender inequality according to three dimensions: reproductive health, empowerment and labor market. A low GII value indicates low inequality between women and men and vice versa. The historical trend of GII shows how the differences between geographical areas have progressively increased. Europe, Central Asia and Southern Asia have registered the most significant results (-44% and -25%), while sub-Saharan Africa achieved more gradual improvements (-12%).



Source: Eni elaboration of the United Nations Development Program (for details of the Countries refer to the institutional website).

MAIN INTERNATIONAL REFERENCES ON HUMAN RIGHTS



Since 2011, when United Nations published the "Guiding Principles on business and human rights", normative and non-regulatory references on the subject have multiplied internationally.

Source: Eni reworking of the CEO Guide to Human Rights, WBCSD 2020.

+733 mln

of people live in Countries with a critical water stress level

>85%

of the planet's wetlands are been lost in the last 300 years

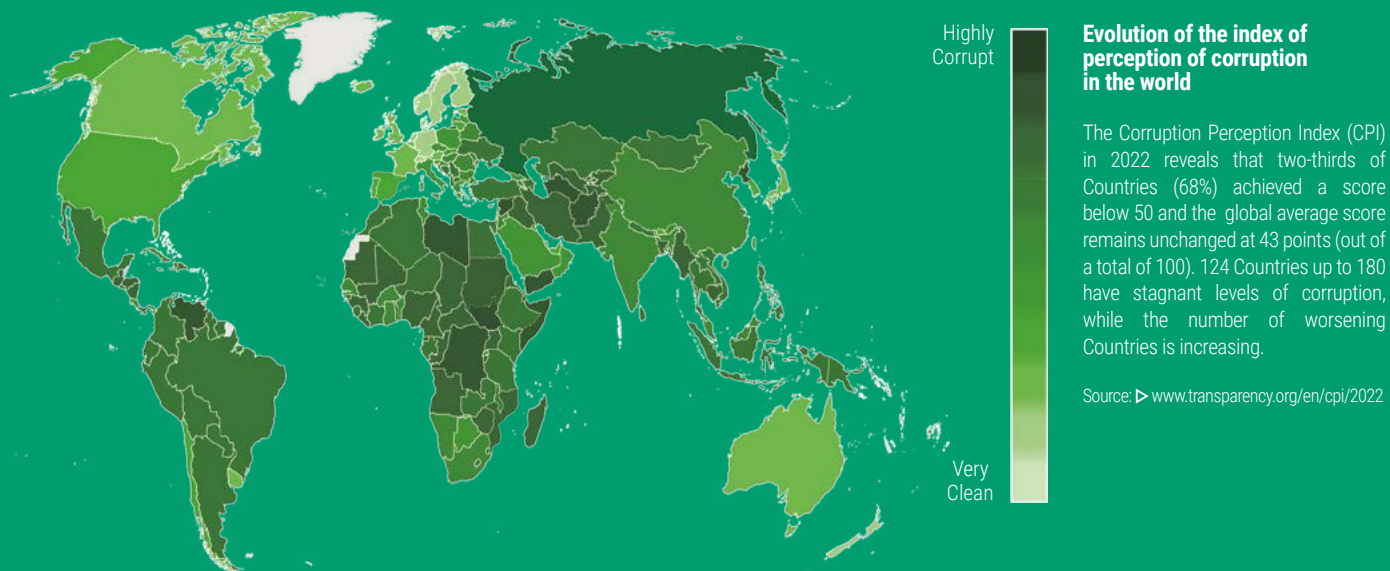
10 mln

of hectares of forest are destroyed every year

~40,000

species are at risk of extinction in the next decades

Source: The Sustainable Development Goals Report 2022, United Nations publication issued by the Department of Economic and Social Affairs (DESA), © 2022 United Nations. Used with the permission of the United Nations.



Each of us



WHY IS IT IMPORTANT TO ENI?

Several personal and professional characteristics converge in Each of Us, making it unique. To enhance the uniqueness of our people, we all work together to develop a culture of inclusion to create an equal-opportunity working environment where Each of Us can feel free to express themselves. The need for a lifelong learning approach is increasingly evident in an era of rapid change and complex challenges, such as equitable energy transition. Therefore, Eni is committed to training everyone to face changes and challenges by developing appropriate skills and a new mindset.

| MARWA ELHAKIM, HEAD OF D&I |

2022 PROGRESS vs. Eni for 2021 commitments	SHORT-TERM COMMITMENTS (2023)	MEDIUM-TERM COMMITMENTS (2024-2026)	LONG-TERM COMMITMENTS (2030 AND BEYOND)
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TURNOVER

Turnover of 0.57: 2020-22 figure. 2022 women's turnover: 1 (vs. male turnover 0.73) ▲ REACHED	Valuing internal people and selecting strategic skills to support the energy transition process Commitment to keeping turnover of female personnel higher than that of male staff >1 female replacement rate by 2025	Strengthening new structures with a turnover above 1
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TRAINING AND DEVELOPMENT

Over 900,000 hours of training and 27,500 employees trained on the "New Code of Ethics" ▲ REACHED	16,000 employees to be trained on "Zero Tolerance: Violence and Harassment at Work" and 5,000 employees for the new "Specialist anti-corruption" course	+20% hours of training in 2026 vs. 2022 Updating skills in line with business and technological developments. Completion of the "Zero Tolerance: Violence and Harassment at Work" pathway	Upgrading skills to achieve completion of the strategic transformation
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DIVERSITY & INCLUSION

+0.6 percentage points female population vs. 2021 +0.7 percentage points population under 30 vs. 2021 ▲ REACHED	+1.7 p.p. female population vs. 2020 +3 p.p. population under 30 vs. 2021	+2.2 p.p. female population vs. 2020 +5 p.p. population under 30 by 2026 vs. 2021	+3 p.p. female population by 2030 vs. 2020 +7% non-Italian employees in positions of responsibility by 2030 vs. 2021
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POLICIES AND OTHER REGULATORY INSTRUMENTS

Eni's statement on Respect for Human Rights; Eni Policy Against Violence and Harassment at Work; Eni's Code of Ethics.

MANAGEMENT AND ORGANISATION MODELS

Employment management and planning process to align skills to the technical and professional needs; Management and development tools, aimed at professional involvement, growth and updating, intergenerational and intercultural exchange of experiences, building of cross-cutting and professional managerial development pathways in core technical areas valuing and including diversity; Development of Innovative HR Management Tools; Support and development of the distinctive skills necessary and consistent with corporate strategies, focusing on energy transition and digital transformation issues, also through the use of Faculties/Academies. Training quality management system updated and compliant with ISO 9001:2015. Knowledge management system for the integration and sharing of know-how and professional experiences. New international mobility initiatives to foster more significant exposure to business, more flexible dedicated International Mobility policy and more robust work-life balance support. National and international industrial relations management system: participative model and platform of operating tools to engage personnel in compliance with ILO (International Labour Organization) conventions and the guidelines of the Institute for Human Rights and Business. Welfare system for the achievement of work-life balance.

FOR MORE INFORMATION

- ▶ [Eni for 2022 – Sustainability Performance](#)
- ▶ [eni.com](#)
- ▶ [Eni's Code of Ethics](#)
- ▶ [Eni's Statement on Respect for Human Rights](#)
- ▶ [Eni policy against violence and harassment at work](#)

EMPLOYMENT CHALLENGES

In line with the transformation process undertaken, Eni continues the path for the development of the professional skills of its people through initiatives to enrich and/or redirect them to meet new business challenges. In 2022, initiatives continued for dissemination and integration, in processes and internal culture, of a new model of capabilities and behaviours aimed at the effective management of the transition, launching processes to revise professional models and to update skills for the growth of more complete and integrated professionalism. With regard to the management of its people, Eni has launched a new management and development mod-

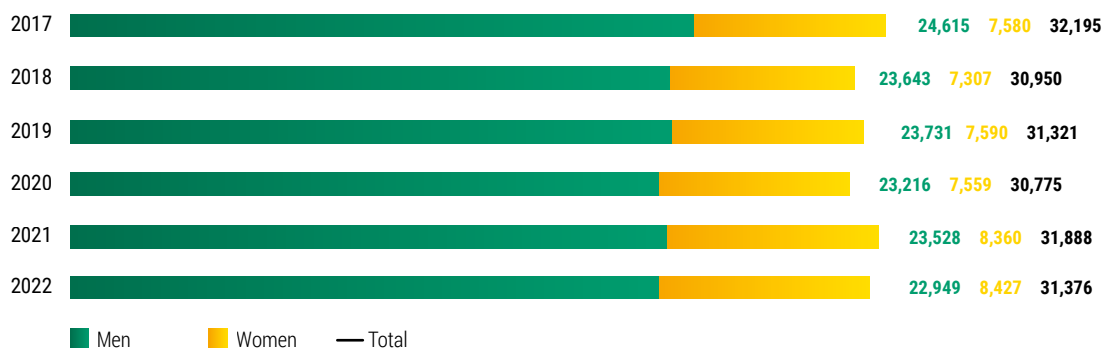
el (People Journey) that defines development paths throughout the Company's life cycle, diversified and consistent with the new business model to enhance the various professional skills and talents in an inclusive logic, to foster people's motivation, sense of belonging and proactivity. In this context, in 2022, the appointment processes of about 400 senior roles identified within the planned pathways were finalised, and the revision of the models concerning about 4,400 employees was completed; at the same time starting updating activities for models that will involve a further 5,700 employees. Furthermore, to make the internal labour market more dynamic and fluid and facilitate mobility between organisational

units, Jobs4You, the internal job posting site, was improved. Furthermore, mentoring, coaching and team coaching programmes were envisaged, particularly for new teams, especially those facing major transition challenges. In 2022, employment worldwide decreased by 1.6% compared to 2021 due to the use of extraordinary instruments such as Expansion Contract and Iso-pension in Italy, and divestment and deconsolidation of the Natural Resources portfolio abroad. Despite the discontinuity of the energy market, Eni continued to pursue its diversity objectives: in 2022, female presence recorded a significant increase of 0.6% compared to 2021, in line with the +3% target vs. 2020 of women employees by 2030.

31,376

Eni people at the end of 2022

EMPLOYEES* (number)



* The data differs from that published in the Financial Report, Eni in the world and Business Model of this document because it includes only fully consolidated companies.

1,796

employees hired permanently

+0.6

percentage points women on total population vs. 2021

ENI'S EMPLOYMENT INITIATIVES TOWARDS A JUST TRANSITION



CREATE

the prerequisites to ensure that the transition is adequately supported through, for example, acquisitions of companies with distinctive know-how for the energy transition, new high-tech entrepreneurial initiatives, a new model for personal skills and capabilities aimed at creating a mindset for the transition.

ENGAGE

the involvement of stakeholders in company decisions through listening channels (climate analyses, Virtual Focus Groups and meetings with Eni people) and relations with trade unions.

INCLUDE

decent and valuable working conditions and opportunities for all workers, promoting work-life balance, a dynamic, fluid internal market and gender equality.

UP/RESKILL

continuous education through training programmes to evolve of existing skills and develop new skills from a Just Transition viewpoint to support change and energy transition.

PROTECT

the implementation of assistance and support programmes to help stakeholders during the transition through multiple initiatives regarding health, social security, income support and family management.

ADVOCATE

the representation of urgent issues for a Just Transition for workers to public opinion and legislators.

Plurality is a resource to be safeguarded and to be enhanced. The basis of the commitment is the inclusion of all types of diversity in the company and relations with the outside world

DIVERSITY AND INCLUSION: THE CULTURE OF PLURALITY

Eni's approach to Diversity & Inclusion is based on the fundamental principles of non-discrimination and equal opportunities and on the active commitment to promote and ensure a working environment where personal and cultural diversity is considered a source of

mutual enrichment and an indispensable element of business sustainability. Eni ensures that all its people are treated fairly regardless of any differences in gender, nationality, sexual orientation, physical abilities and age. These principles are affirmed in the regulatory framework and Corporate Governance, as well as in the Mission that inspires its values. Furthermore, a com-

pany policy on **▶ violence and harassment in the workplace** was issued in 2021 to implement the ILO190 Convention. In 2022, Eni implemented an Action Plan identified as a priority, aimed at developing an inclusive mindset and enhancing specific uniqueness targets such as gender, internationality, age, disability, sexual orientation and gender identity.

INTERVENTION PRIORITIES

GOVERNANCE & LEADERSHIP

Definition of objectives and targets for executives of the functions affected by the D&I issues and related to managerial remuneration (MBO) and reporting activities addressed to Eni Management on diversity and inclusion topics

ENGAGEMENT

Development and updating of institutional training courses and specific online courses such as D&I Matters, which offers modular, interactive and up-to-date training

LISTENING TO PEOPLE

Listening through initiatives such as Climate Analysis and engagement of Eni's foreign entities; launch of the D&I Community on Eni's internal channel, one-to-one meetings

COMMUNICATION

Emphasis on D&I uniqueness international days through the internal channel Myeni and in the D&I Community; #EniForInclusion initiative on Age, Gender, Disability, and Sexual Orientation through News, reporting, webinars and live events with external testimonials; Creation of a D&I topic on the Eni.com corporate website

PARTNERSHIP

Collaboration with Parks - Liberi e Uguali and Valore D; Participation in the ERT Diversity & Inclusion Task Force and the WEF Chief D&I Network

+1.2

percentage points women in management positions vs. 2021

WOMEN'S EMPOWERMENT

Eni continued and expanded its initiatives aimed at strengthening female presence and the empowerment of women, with particular reference to activities to: (i) attract female talent through the organisation and promotion of initiatives for students oriented towards STEM subjects (Inspirin-Girls, Think About Tomorrow, Coding Girls) and through the contribution of Eni's 150 role models and ambassadors, who bear witness

to equal opportunities for women in the energy industry; (ii) support female development through professional diversification, monitor the main career paths, and enrich management and staff training with content aimed at raising awareness and overcoming gender bias in relationships and corporate processes; (iii) enhance female presence, with a focus on appointments to positions of greater responsibility, an area in which, in 2022, approximately 400 senior role appointments were

finalised with a female presence of more than 30%, up compared to previous years; (iv) creating of and adhesion to communication campaigns aimed at supporting women (e.g. #IoconLei Orange the World, the UN campaign campaigning for the elimination of violence against women) and partnerships designed to strengthen female empowerment and enterprise (e.g. Women X Impact and Valore D), to share best practices and strengthen networking on inclusion and female development.

FOCUS ON

Eni's adhesion to the Women's Empowerment Principles

BACKGROUND: the Women's Empowerment Principles (WEP) of the UN Women and the UN Global Compact inspire business action in integrating a gender perspective in the workplace, in relations with local communities and along the value chain. Following its adhesion to the WEPs in 2021, Eni initiated a self-assessment process of its performance based on the Gender Gap Analysis Tool, a tool provided by the WEPs, which led to creating an Action Plan. This lays the foundation for formulating an increasingly cross-cutting approach to gender equality and women's empowerment in all business areas.

THE SELF-ASSESSMENT PROCESS

METHODOLOGY

Eni chose to supplement the Gap Analysis Tool with around 70 additional questions selected using an approach based on the risk associated with the business sector and geographical areas of operation. A coverage threshold of 80% of the total company population was adopted to meet the criterion.

INTERNAL ENGAGEMENT

The interdisciplinary nature of the topic led to the involvement of all relevant functions from an early stage and on all critical aspects (about 80 Eni people involved, 20 positions, 33 interviews).

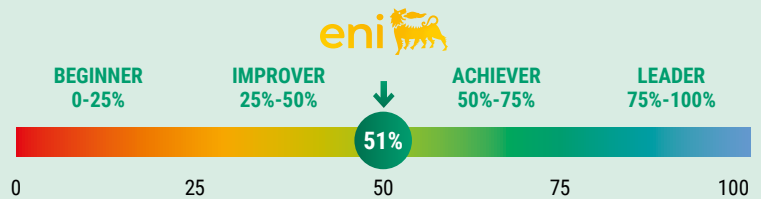
ANALYSIS OF RESULTS AND RETURNS

Strengths and areas for improvement were considered, given the challenges, synergies, opportunities and critical factors to which the company is exposed.

DEVELOPMENT OF AN ACTION PLAN

It is divided into four main areas: Employee health and safety; Community relations and local development projects; Gender perspective in HR processes; and Gender-based violence.

RESULTS: Eni achieved the position of Achiever with a score of 51% (17% of companies are in this category while most, 79%, are still classified as "Beginners" or "Improvers"; only 4% achieved a "Leader" score). The companies undergoing the assessment were mainly from the financial and energy/extractive sectors (► WEP).



INTERNATIONALITY

Eni's strong international presence is characterised by solid alliances with host Countries aimed at creating value in these Countries, also through knowledge transfer, while respecting local cultures. The average presence of local personnel abroad has remained substantially constant at around 87% over the last three years. Consolidation over

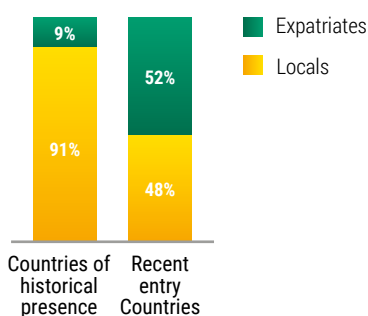
the years of processes such as onboarding of recruits, coaching, training and sharing of skills and best practices with local personnel ensured the continuity of operating activities in 2022. In recent years, about 20% of employees in positions of responsibility are non-Italian, broadly in line with 2021, with a slight decrease of -0.8% due to changes in the scope of consolidation. In the upstream

sector, which accounts for about 50% of non-Italian employees, the percentage of local employees of the entire workforce is higher in Countries where Eni has a historical presence (Nigeria, Congo, Egypt, Libya and Kazakhstan) compared to Countries where its presence is more recent (United Arab Emirates, Qatar and Côte d'Ivoire) where the transfer of know-how is still in progress.

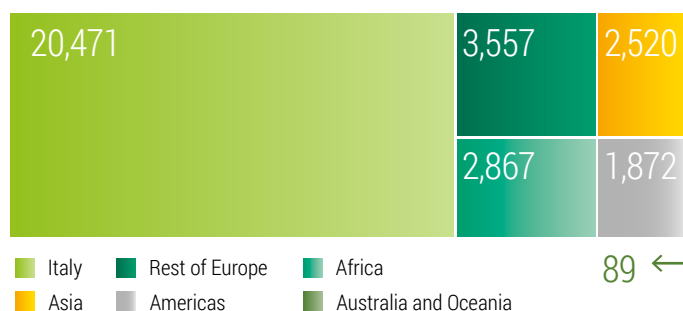
19.8%
non-Italians in management positions

108
nationalities

EMPLOYEES IN UPSTREAM SECTOR



EMPLOYEES BY GEOGRAPHICAL AREA



INTERVIEW



Interview with **Caterina Gozzoli**. She is a Full Professor at the Faculty of Psychology of the Università Cattolica, where she teaches Psychology of Socio-organisational Coexistence. She is a member of the Board of the Agostino Gemelli High School of Psychology, where she is the Scientific Director of the Master's Degree Course on "Management and Certification of Competences". She deals with Diversity Management, quality of organisational life and forms of organisational malaise.

THE GROWING IMPORTANCE OF D&I

Why talk about D&I?

Talking about D&I means tackling an ancient theme intrinsically linked to the human dimension: without difference, there is no growth, innovation or life, which means losing the opportunity for exchange between different organisms. Even within an organisation. The issue of diversity, inclusion-exclusion, is central to both productivity and the quality of organisational life. Often, however, when we talk about diversity, the temptation is to slip into simplifications: diversity as a problem and urgency compared to an automatic and absolute resource. When we speak of inclusion, we imagine it more as a fixed state than a multidimensional process. Rather, dealing with the subject is inevitable but requires a more complex vision.

Instead, the question is its management: what skills are needed at the individual, group, collective, community, social and organisational levels to best manage diversity and generate inclusive processes?

Today, the debate on D&I must be approached in new terms that take into account studies, reflections and experiences. First, it means more than discussing about protecting fragile groups and the balance of power at stake. It means discussing the possibility of generating innovative and creative ideas. Everyone is different from others and making them potential bearers of new visions, proposals and actions. Secondly, it is vital to be aware that when we talk about D&I, we are talking about complex organisational processes also characterised by crossing strong conflicts and emotions that require specific skills. Managing diversity is an ongoing process that is anything but linear. We must avoid trivialisation and not only deal with these issues in an emergency. Day-to-day management of diversity and inclusion should be part of social and organisa-

tional culture. Diversity should not only be linked to issues of marginalisation or equal opportunity but should be also seen as an opportunity for innovation, creativity and improved performance.

Is there a connection between D&I and corporate performance?

The connection between D&I and performance (and not only D&I in terms of ethics) is one of the most recent topics in the literature. It confirms what has long been intuitively understood: inclusion and the enhancement of differences are also at the basis of productivity, both at the individual and organisational levels. Without difference and enhancement of the other, there is no innovation. Thus, performance feeds on intelligently managed differences. The theme of homogeneity works well in a stable, predictable and solid market where being similar allows us to trust and recognise each other as well as share practices, but less so in terms of being ready for change. When there are changes in the market, the situation becomes more complicated and chaotic, and organisations that cannot manage heterogeneity and divergent thinking go into crisis. We can therefore say that difference management and an inclusive culture are fundamental to a company's performance, as new ideas come from enhancing diversity. Today, work has different meanings and values for people; therefore, involving employees in the company's choices is essential. Diversity should not be seen as a problem; rather, as a skill to be used generatively and constructively. In this way, people are valued to ensure the company's performance.

What strategies are effective in managing D&I?

Promoting diversity in the workplace is important and should not be an occasional action apart from everyday processes but a consequence of the organisation's culture, which fundamentally values people in their specificities. Companies should work on common aspects and the enhancement of

people in their specificity, creating a culture that promotes diversity and inclusion through every stable organisational process (selection, job rotation, non-formal and informal skills, training, innovation groups, etc.). Clearly sensitivities on promoting diversity vary from Country to Country and within specific organisational types. This should be considered a starting point to better contextualise and anticipate reactions. For example in Italy, where historically much of the productive ecosystem is made up of small to medium companies, the culture of homogeneity (I hire you because you are like us) and colour-blindness (I hire you because you are competent, and it does not matter how you are) still prevails. In contrast, in other Northern European Countries, for example, there is more diversity in organisational human capital and more intentional search with different international markets in mind (I seek you out because in your originality, you represent the new). The very history of Countries can influence how organisations have developed and their sensitivities to diversity.

What are the critical points to consider?

D&I processes involve effort; we naturally value what is similar because what is different involves more effort, even at times, defence mechanisms that protect us from challenging our assumptions. To be effective, every action must be accompanied by anticipating how new dynamics will move. It is not easy, but it is possible to become competent in this area with greater openness and cultural intelligence. Lastly, it is important to emphasise the need to address the issue at certain organisational levels and involve management and senior figures. With the participation of decision-makers, these efforts gain much of their effectiveness. Diversity must be genuinely experienced as an added value for the organisation, not just as something additional and layered on top of everyday, practical organisational life.

AGE

Promoting diversity and inclusion also addresses the age-related cluster at Eni, trying to work on people's awareness of the stereotypes that characterise both young recruits and people who have worked at Eni for a long time. The aim is to create an environment where everyone is valued for who they are and what they can offer, regardless of age. Also, for this reason, Eni has updated the development path for employees in the first three years after hiring, with a specific focus on the first months. Furthermore, the company is reviewing the entire management and development path for people throughout their careers to identify talents as early as possible and guide them along diversified paths.

REMUNERATION

Remuneration policies for Eni's employees are defined according to a global integrated model and promote salary progression based exclusively on meritocratic criteria related to skills expressed in the role held, performance achieved and local remuneration market benchmarks. Eni annually monitors the gender pay gap between women and men (gender pay ratio), using a comparison methodology at the same role and seniority level, according to the UN principle of "equal pay for equal work", which shows a substantial alignment between the remuneration of women

DISABILITY

During 2022, Eni assessed the accessibility of offices and locations in terms of logistics and the use of working instruments. The study also included benchmarking against market best practices and defined an action plan for 2023. At the same time, a project was launched to set up a centralised listening channel to guide colleagues with disabilities or family members of persons with disabilities on regulations, practices, administrative practices and existing support services.

SEXUAL ORIENTATION AND GENDER IDENTITY

In 2022, particular attention was paid to disseminating an inclusive mindset on sexual orientation and gender identity through engagement, listening, awareness-raising and communica-

tion actions addressed to all employees in Italy and abroad. As part of the internal awareness-raising and communication format, an event with an external testimonial was organised to focus on the biases and rights of the LGBTQ+ community. Eni was a sponsor of the MIX festival, the International Festival of LGBTQ+ Film and Queer Culture, recognised as one of the most important in the world. The theme of sexual orientation and gender identity was also addressed in foreign Countries through listening initiatives and a webinar realised in cooperation with the Parks - Liberi e Uguali association. Furthermore, Eni participated in the LGBTQI+ Round Table organised by Repsol, which involved some of the major companies in the Energy industry, where best practices of inclusion as leverage for the energy transition path were shared.

+0.7

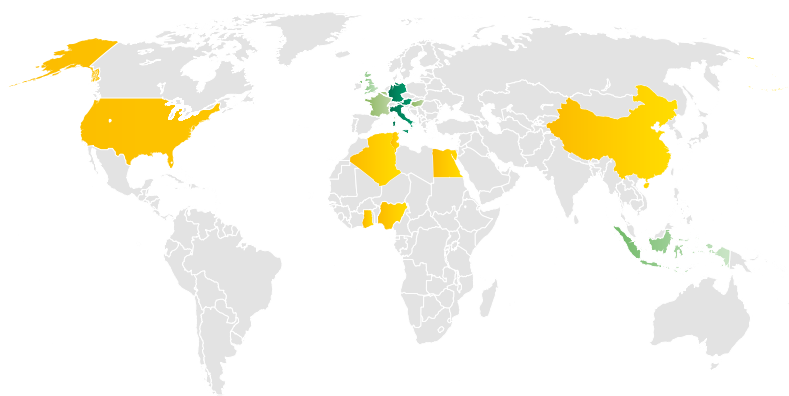
percentage points
population under
30 vs. 2021

and men for the Italian and global population. This alignment is also confirmed in overall terms for the "raw" gender pay ratio which does not consider the role level and shows a substantial alignment of women's and men's remuneration for middle managers and employees while for senior managers and workers the deviations are mainly related to a smaller female presence. The indicator at the overall level, without considering professional categories, is 101 for fixed remuneration (Italy 102) and 97 for total remuneration (Italy 98). In the various Countries in which it operates, Eni guarantees its people the

application of fair and competitive remuneration policies with respect to roles and professional skills matured and always able to ensuring a decent standard of living above mere subsistence levels and/or legal or contractual minimums in force as well as minimum levels found on the local remuneration market. For this purpose, Eni provides its business lines, for each Country, with wage policy references that are significantly higher than the 1st decile of the local salary market, as well as the legal/contractual minimums and performs annual checks for its application in the main Countries of presence.

Eni has policy remuneration standards well above the legal/contractual minimums, as well as the 1st decile of the local market remuneration, for all Countries in which it operates

ENI'S MINIMUM WAGES VS. MARKET MINIMUM LEVELS



- Eni Minimum >250% of the minimum reference of market
- Eni minimum between 201% and 250% of the minimum reference of market
- Eni minimum between 151% and 200% of the minimum reference of market
- Eni minimum between 110% and 150% of the minimum reference of market

WELFARE

Eni has strengthened its ability to listen to the needs emerging from changes in the social context and work organisation in formulating services for people, involving some 200 employees. This has led to the recognition of some needs: the search for a work-life balance, an increased

focus on psychophysical well-being and, at the same time, caregiving needs, and the demand for support from new parents. For this reason, the feasibility and formulation of new services for 2023 were started immediately, with a special focus on initiatives to support parenting. Furthermore, it signed with the

trade unions the NOI - Protocol on Initiatives and Services for Well-being, which provides for the enhancement of interventions in the fields of health, welfare, income support, housing and family management to seek a fair balance of work activities with a more personal and social approach.

MAIN WELFARE INITIATIVES

FAMILY AND WORK-LIFE BALANCE

- It is confirmed Eni's Smart Working (SW) model (agreement signed in October 2021) that provides all employees in Italy with 8 days/month for office sites and 4 days/month for operational sites and welfare and sustainability options. There was a progressive extension of the SW agreement abroad as well in line with local regulations;
- application, in offices, of daily and multi-period flexible hours and paid leave for events such as bereavement, serious family illness, weddings and civil unions, study permits and professional training courses;
- the organisation of services to support parenting and caregiving is confirmed, guaranteeing all useful actions to prevent the risk of Covid infection. In addition to crèches and summer camps, digital caring initiatives (vocational school guidance for employees' children, information programmes for parents) and services for employees with dependent family members or children with learning disabilities were strengthened.

PARENTING

- Recognition in all Countries where Eni is present of 10 days of parental leave on full pay to fathers, as well as minimum maternity leave of 14 weeks with payment of at least 2/3 of the salary received in the previous period, in accordance with the standards set by the ILO Convention;
- right of access to Smart Working, up to 12 days a month for parents working in the main offices, for the child's first three years.

HEALTH PREVENTION CAMPAIGNS AND WELL-BEING

- The gradual extension of the "Preveni con Eni" (Prevent with Eni) programme, which provides medical check-ups for oncological and cardiovascular prevention, is confirmed.

Eni nursery school
in San Donato Milanese



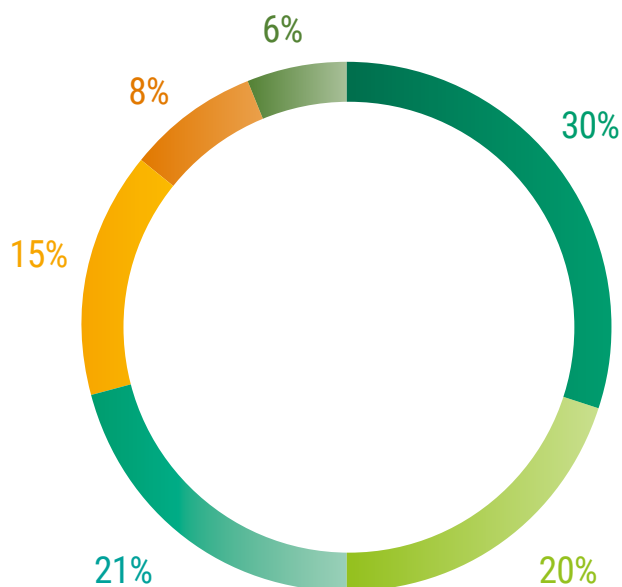
TRAINING

Eni considers training a fundamental tool to support change and ensures its access through training in classroom settings and through self-directed distance learning. Another tool for improving the quality of training is microlearning, a teaching methodology characterised by training bites. The platform

(MyChange) has been enriched with training content on energy transition, sustainable development and digital transformation. Furthermore, the retraining process continued this year through upskilling and reskilling initiatives to integrate new skills, both professional and behavioural, necessary for business evolution and the challenges

posed by technological change and the labour market. Training on the new Code of Ethics, induction courses for recruits, on leadership and, in continuation of previous years, on HSE and Human Rights issues was strengthened. Finally, a training course to promote inclusive behaviour was implemented for all employees.

MAIN TRAINING COURSES OFFERED BY ENI (training hours by type)



Professional technical commercial technical paths for specific business areas and professional areas, commercial projects and energy transition

Safety: mandatory safety courses for employees, delivered by both e-learning and in-person at Eni sites or certified training centres

Professional cross-cutting: professional cross-cutting: compliance, professional courses required by business units and training on new approaches to work and to the digital world

Behavioural/communication/corporate identity: behavioural paths on corporate identity, human rights/sustainability and leadership

Language and IT new computer and language skills

Environment, health, quality and HSEQ behaviour: enhancement of professional skills in environmental regulations, health pathways and HSE behavioural pathways

939,393

total hours
of training

FOCUS ON

Continuous learning through upskill/reskill programmes



CONTEXT: the need for a continuous learning approach is increasingly evident in an era of rapid change and complex challenges, such as the energy transition. Training programmes with upskilling/reskilling impact meet this need, addressing almost the entire Eni population.

OBJECTIVE: Eni revised its training programmes through a Just Transition perspective to support change and energy transition (induction courses, HSEQ training focusing on environment and sustainability, leadership and mindset, Diversity & Inclusion and specialised technical courses or tracks contrasting on new technologies and new skills).

ACTIVITY: the MyChange platform has also been confirmed for 2022 as an important channel for disseminating a culture of change on Energy Transition, Sustainability, Diversity & Inclusion and New Ways of Working, inspired by Eni Mission values and the SDGs. The training programme, which started in May 2021, expanded its content offering with an "SDG User" certification path to enhance the contribution of each employee to the achievement of the 2030 Agenda. In addition to this, with regard to courses focusing on new technologies and skills, Eni promotes training on the Agile approach, learning through Design Thinking tools and continuous improvement projects on new technologies of interest such as AI, Machine Learning and Data Science.

Safety and people's Health



WHY IS IT IMPORTANT TO ENI?

Good HSE performance is achieved through the efforts of everyone and contributes significantly to the development of activities in the company. At Eni, we promote a positive safety culture by developing projects to raise everyone's awareness of the correct and safe behaviour to adopt in all work environments.

| GIOVANNI MILANI, HEAD OF HSEQ AT ENI |

2022 PROGRESS

vs. Eni fot 2021 commitment

SHORT-TERM COMMITMENTS (2023)

MEDIUM-TERM COMMITMENTS (2024-2026)

LONG-TERM COMMITMENTS (2030 AND BEYOND)

ACCIDENT RATES

TRIR = 0.41; LTI = 0.25
FATALITY INDEX = 1.46

▼ NOT ACHIEVED

TRIR <0.40; 0 fatal accidents

Application of the behavioural analysis model, in Italy and abroad, and digital instruments to predict recurring hazardous situations from the analysis of weak signals

CONSOLIDATION OF THE SAFETY CULTURE

Application of THEME model at 7 sites; > 6,000 employees trained in Operational Safety; 90 employees trained as experts in root-cause analysis of accidents

▲ REACHED

Application of THEME methodology to 5 additional operational sites. 1,000 employees from foreign subsidiaries to be trained in Operational Safety; new course "Process Safety in Eni"

Application of THEME to at least 15 additional operational sites; training of newly recruited personnel on Operational Safety and "Behavioural Safety"

Constant commitment to research and development of actions to ensure safety in the workplace; adoption of models and instruments for risk management

OCCUPATIONAL SAFETY, PROCESS SAFETY

Release of the HSEni App in 112 operational sites; extension of the Safety Pre-sense tool to all Business Lines and operational sites

▲ REACHED

Extension of digital initiatives to contractors; extension of the Safety Pre-sense tool to process safety events; process safety analysis on new supply chains

Adoption of predictive technologies to shut off potential hazards; adoption of unambiguous criteria for natural/climate change risk analysis

Extension of digitalization to all HSE processes and instruments through technologies capable of making corporate processes safer, more efficient and faster

INVESTMENTS IN HEALTH ACTIVITIES

Approximately €72 million of economic commitment, of which €10,3 million for community health

▶ IN LINE WITH THE PLAN

Approximately €75 million of economic commitment, of which €18 million for community health

Approximately €192 million of economic commitment, of which €31 million for community health

Strengthening Eni's role as a key player in protecting and promoting the health of workers, their families and host communities

DIGITALIZATION OF HEALTH PROCESSES AND SERVICES

Testing at onshore Italian sites of 20 devices for the monitoring of fitness of indoor areas

▶ IN LINE WITH THE PLAN

Continuation of the trial (20 additional devices) at onshore sites in Italy

Extension of the testing activity to offshore sites and abroad (estimated total of 80 devices)

POLICY AND OTHERS REGULATORY INSTRUMENTS

"The integrity in Our Operations" Policy, Eni's Statement on Respect for human rights; Eni's Code of Ethics.

MANAGEMENT AND ORGANISATION MODELS

Integrated environment, workers' health and safety management system certified in accordance with the ISO 45001 standard. Process safety management system. Emergency preparedness and response with plans that prioritise the protection of people and the environment. Product safety management system. Methodology for analysis and management of the Human Factor in accident prevention. Health management system. Occupational medicine for the protection of workers' health. Provision of health services to workers and their families and the response to medical and health emergencies. Initiatives to disseminate the culture of health. Initiatives aimed at maintaining, protecting and/or improving the community health and Health Impact Assessment activities - HIA.

FOR MORE INFORMATION

- ▶ [Eni for 2022 – Sustainability Performance](#)
- ▶ [eni.com - Culture of safety](#)
- ▶ [Eni's Code of Ethics](#)
- ▶ [eni.com - Health protection](#)
- ▶ [Eni's Statement on Respect for Human Rights](#)
- ▶ [Eni for 2021 - Human rights](#)

ACCIDENT RATES AND INTERVENTION ACTIONS

Eni is committed to a safety culture that favours prevention over protection through research and development aimed at adopting models and instruments for risk assessment and management in a constant effort to reduce accidents to zero. Despite of these efforts, there were four fatal accidents (all involving contractors) in 2022, 3 abroad and 1 in Italy. In particular, for Eni employees, the year recorded a break in the downward trend in the frequen-

cy rate of recordable injuries – TRIR, (recordable injuries/hours worked) x 1,000,000 – and a worsening for contractors, which, it is presumed, is attributable to the shortage of qualified personnel caused by the withdrawal during the Covid-19 pandemic of more experienced workers, and to the aggressive hiring policy to meet market demands. The careful identification and analysis of the causes of accidents have allowed specific actions to be implemented through: (i) initiatives to strengthen the awareness and involvement of employees

and contractors in the HSE field (i.e. Safety Leadership, Coaching Program, Stop Work authority); (ii) training on the specific risks associated with driving vehicles and handling materials at heights; (iii) activities aimed at improving work areas in terms of safety; iv) updating of management and operational documents. In 2022, Eni has once again confirmed the inclusion of the Severity Incident Rate (SIR). This index measures the level of severity of accidents in the short-term remuneration of the CEO and managers with strategic responsibilities.

0.41 TRIR
of the total workforce

NEW INITIATIVES TO REDUCE ACCIDENTS

THEME MODEL

Application of the THEME model for analysing worker behaviour and human reliability to identify action strategies to strengthen human barriers and safe behaviour

OPERATIONAL SAFETY MANAGEMENT

Development of a new training course dedicated to Operational Safety Management to raise awareness of the basic principles and minimum safety requirements

INVESTIGATION ROOT CAUSES

Training of experienced personnel on the new methodology for investigating the root causes of accidents according to Eni standards for the identification of effective actions to avoid the recurrence of events

DIGITALIZATION FOR PREDICTIVE ACCIDENT ANALYSIS

Extension to all operational sites of the "Safety Presence" digital tool that, with the help of artificial intelligence and machine learning, enables predictive analysis by exploiting the data available in the safety databases and sends an alert to the site to implement corrective actions before an accident occurs

THE THEME MODEL FOR HUMAN FACTOR ANALYSIS

What role does the Human Factor play in accident events?

The Human Factor has been the leading cause of injuries and accidents for many years. It can be managed by adopting appropriate safety practices and procedures, enhancing proper risk perception and implementing a deep safety culture. In addition, it is vital that organisations also equip themselves with human reliability and behavioural analysis instruments that include environmental, organisational and individual factors influencing work performance.

Can a human being be considered an "active barrier" in accident prevention?

The behavioural approach to occupational safety emphasises the proactive human role in the socio-technical system in which they are embedded; the human being thus becomes an active participant who, by their actions, maintains a safe working environment, identifying and solving problems, reporting potential hazards to colleagues and supervisors at an early stage, and encouraging safe practices in the teams they are involved with.

What are the innovative aspects introduced by THEME, Eni's new behavioural analysis methodology developed with the University of Bologna?

THEME is an innovative tool in that it is a structured model for analysing behaviour and the human factor in relation to safety based on the study of human reliability.

The model includes identifying factors influencing behaviour, reinforcing human barriers and intervention strategies to change unsafe behaviour.

INTERVIEW



Interview with
Luca Pietrantoni
Full Professor of Work and Organisational Psychology at the Department of Psychology at the University of Bologna.

-50%

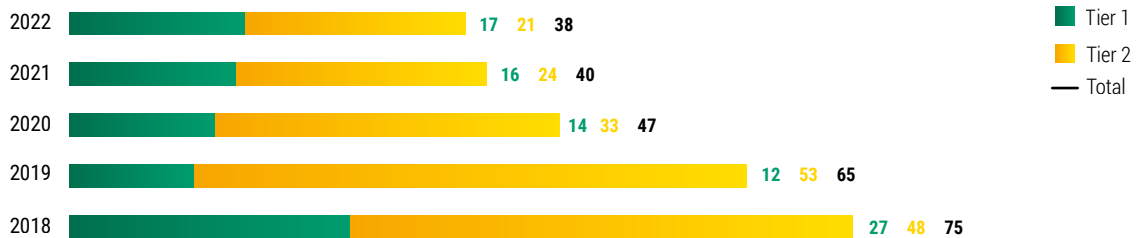
process safety events TIER 1 e TIER 2 since 2018

PROCESS SAFETY

Eni's commitment to process safety is constant and aims to safeguard the safety of people, the environment and assets. Eni has developed and implemented a Process Safety Management System, monitored through dedicated audits, with the aim of correctly and safely managing assets over their life cycle and, therefore, pre-

venting and mitigating, through the application of high management and technical standards, the risks associated with uncontrolled releases of hazardous substances. In the last few years, there has been an overall improvement in Process Safety performance, signalled by the downward trend in Tier 1 and Tier 2 Process Safety events, both in absolute numbers and normal-

ising the number of accidents for hours worked in process activities, an indication of the increased attention to process safety issues at all sites. Among the 2022 initiatives, the seminar "Process Safety in Eni's Energy Supply Chains" is worth mentioning to illustrate Eni's many initiatives for identifying new energy supply chains focusing on HSE and process safety aspects.

PROCESS SAFETY EVENTS (number)**+5,200**

emergency drills

EMERGENCY PREPAREDNESS AND RESPONSE

Emergency preparedness is regularly tested during exercises where the personnel's ability to respond in line with dedicated plans is assessed, including the timely alerting of the chain of command and resources necessary to deal with the event. In 2022, more than 5,200 emergency drills were conducted at operational sites, with varying levels of scenario

complexity. To these, three coordinated exercises should be added, in cooperation with the Authorities, which concerned: (i) in Ravenna, the verification of cooperation activities in the event of aeronautical distress, both in the search and rescue phase and in the management of environmental emergencies; the exercise was organised and coordinated by the Port Authority; (ii) in Imperia, within the framework of the inter-

national agreement between Italy, France and the Principality of Monaco on the protection of the cetacean sanctuary, organisation, coordination and readiness of the response to pollution from maritime transport at sea and on land was tested; (iii) in Sicily and Calabria, the verification of the operational response of the National Civil Protection Service in the event of an extreme seismic event in the area.

FOCUS ON**"Straits Earthquake 2022" drill**

BACKGROUND: from 4th to 6th November, the regions of Calabria and Sicily took part in the "Strait Earthquake 2022" drill. The simulated scenario duplicated the earthquake event of 16th January 1975, with an increased magnitude, such that soil liquefaction phenomena, landslide movements with potential road infrastructure involvement tidal wave event triggering were also possible.

ACTIVITIES: the exercise was coordinated by the Civil Protection Department, with the contribution of the Regions involved and the Prefecture - UTGs (Government Territorial Offices) of Reggio Calabria and Messina, the technical and scientific support of the Department's centres of competence and the involvement of the Essential Services Managers, of which Eni is one.

OBJECTIVE: the collaboration between the Civil Protection Department and Eni, consolidated by signing a specific Memorandum of Understanding, provided for Eni's active participation in all test phases, thus helping to consolidate awareness of seismic risk in the territory. In particular, the planning of the distribution of fuel to the mobile columns of rescue workers was coordinated, and an emergency tank was moved to the reception camp set up in Bova Marina, successfully establishing the emergency preparedness and responsiveness of Eni sites operating in the area.



FOCUS ON

Research, Innovation and Safety: Protocol with the INAIL (Italian Workers' Compensation Authority)

SIGNATURE: in November 2022, INAIL and Eni signed a five-year protocol consistent with the PNRR (National Recovery and Resilience Plan) deadline in 2026. The protocol was signed by the chief operating officer of INAIL, Andrea Tardiola, the Chief Executive Officer of Eni, and the national secretariats of the trade unions FILCTEM-CGIL, FEMCA-CISL and UILTEC-UIL.

AREAS OF APPLICATION: the agreement will make it possible to identify joint initiatives for the dissemination of a prevention culture in the energy supply chain, to prevent accidents and occupational diseases, through communication initiatives, personnel training programmes, the implementation and dissemination of organisational and risk management models, with a focus on behavioural safety, the human factor and emerging issues such as Smart Working and work-related stress.

OBJECTIVE: the collaboration with INAIL offers the opportunity to make a portfolio of innovative initiatives and operational solutions available to the Country, helping to strengthen the company's ongoing commitment to empowering people and safeguarding health and safety.

ASSET INTEGRITY

Eni applies the Asset Integrity process to all its plants, ensuring their correct design and construction, carefully operated and decommissioned, managing residual risk in the best possible way, and guaranteeing maximum reliability and safety for people and the environment. As part of the assessment of physical risks (acute and chronic) related to climate change, the Asset Integrity process adopted by Eni entails a specific and detailed verification of the congruence between the design criteria adopted and the prospective climate conditions, which includes both its assets and those of third parties that may im-

pact Eni's operations. Therefore, the Asset Integrity Management System is employed from the initial design stage (Design Integrity) to procurement, construction, installation and testing (Technical Integrity) through to operational management and decommissioning (Operating Integrity). During this process, the "Life Cycle Information" (LCI), i.e. the management of technical information acquired during the entire life cycle of the plant (data, documents and models), is an essential pillar supporting technical integrity, ensuring that all data relating to the asset is always up-to-date with respect to changes that may occur during its operational life.



INDUSTRIAL HYGIENE

In 2022 Eni carried out a series of industrial hygiene activities to strengthen the monitoring and control of risk agents present in the working environment also through the participation to working groups with national bodies to prepare reference guidelines on the subject. In particular: (i) knowledge of risk agents was strengthened through the implementation of a targeted training programme for internal

trainers; (ii) in-depth studies were carried out on personal protection equipment, drawing up dedicated technical notebooks and the related information programme; (iii) the Company's normative body was updated in accordance with reference regulations and guidelines, to anticipate and optimise any impacts on activities; (vi) a pilot project was developed to define a methodological standard for the effective management of HSE as-

pects related to radiological risk in Oil & Gas activities. In the area of product safety, Eni is engaged both in the management of chemical-related risks, through the adoption of a tool for the management of documentation and hazard characteristics, and in the development of a system to assess the ability to generate circular value in products and services, over time, through the value chains of chemical and petrochemical product clusters.



HEALTH FOR ENI



Eni considers health a fundamental human right and is committed to protecting its people's and host communities' well-being by ensuring health management based on precaution, prevention and promotion principles. In a continuously changing epidemiological context and in consideration of the energy transition and climate challenges, promoting a culture of health and access to adequate health services is increasingly strategic. Eni pays special attention to situations of greatest vulnerability, considering the biological, psychological and social dimensions of health and the highest international standards.

| FILIPPO UBERTI, ENI HEALTH MANAGER |

For Eni, the health of people – workers, families and communities – is a fundamental human right; therefore, the promotion of people's psychological, physical and social well-being is a central element of its operating models. Eni ensures proper health risk management by constantly updating the health risk assessments of the Countries where it operates. It also considers key stakeholders' expectations and the potential health impacts of its activities, with constant monitoring of exceptional events such as epidemic and pandemic outbreaks. To ensure health at every stage of the business cycle, Eni has developed

an integrated health management system across all operations, based on an operational platform of qualified health providers and collaborations with national and international university and government institutions and research centres.

During the year, Eni:

- carried out occupational medicine activities, including risk assessment and management, with the contribution of scientific research activities in relation to new projects and industrial processes related to the energy transition;
- continued to guarantee health-care services, strengthening

emergency services, and initiatives to support fragile situations, with particular reference to the pandemic emergency and mental health promotion;

- extended access to promotion, prevention, diagnosis (including screening activities) and dissemination a culture of health, also by using new digital instruments for internal communication;
- adopted new technologies for health service delivery and monitoring of the quality of indoor environments;
- strengthened personnel capacities and skills through specific training activities.

OPERATIONAL HEALTH PLATFORM

OCCUPATIONAL MEDICINE AND INDUSTRIAL HYGIENE

Aimed at protecting the health and safety of workers in relation to the working environment, how work is carried out and occupational risk factors inherent to industrial processes and resulting from industrial hygiene findings

MEDICAL ASSISTANCE AND EMERGENCY HEALTH CARE

It envisages the provision of health services to Eni workers and their families, consistent with the findings of needs analyses and epidemiological, operational and legislative contexts. It includes preparedness and response to health emergencies, including epidemic and pandemic response plans

HEALTH PROMOTION

It aims to spread the culture of health by implementing initiatives for workers and their families identified following the analysis of health indicators available for the general population

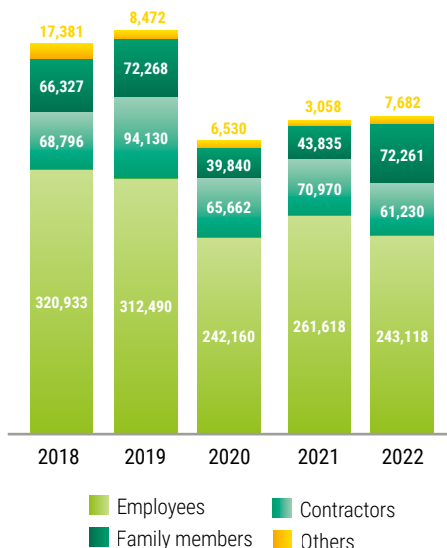
GLOBAL HEALTH

It aims to promote the health status of populations where the company is present as a contribution to local socio-economic development through the assessment of the health impact of industrial activities on communities and the implementation of specific programmes

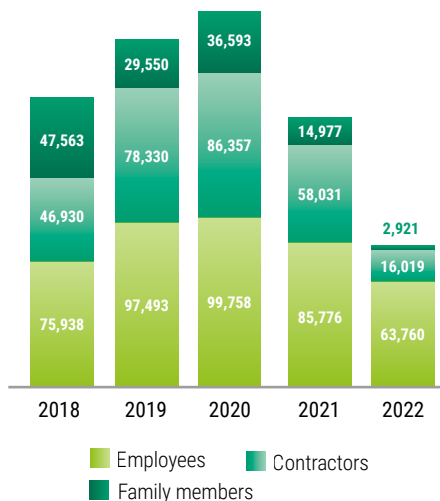
PROCESS DIGITALIZATION

It promotes the digitalization of health processes and services using information and the "Internet of Things" technologies

NUMBER OF PROVIDED HEALTHCARE SERVICES



NUMBER OF REGISTRATIONS TO HEALTH PROMOTION INITIATIVES



384,291

health services provided

82,700

participants in health promotion initiatives

INITIATIVES FOR EMPLOYEES, FAMILY MEMBERS, CONTRACTORS

As part of activities aimed at improving corporate welfare, the "Più Salute" pilot project, a home and digital healthcare programme that provides employees and their family members with free services through access to a phone/video consultation with a doctor, available 24/7, and a specialist by appointment, was launched in the parent company and some subsidiaries in

Italy. Various initiatives have been undertaken to protect mental health and social assistance for employees in Italy, including a remote psychological support service (24/7; it currently covers 68% of employees, and will be extended to 80% by 2026) and a helpline dedicated to victims of harassment and gender-based violence. A PFA (Psychological First Aid) service has also been set up for all employees in Italy and abroad in the event of catastrophic, sudden and unexpected

events. Among the services aimed at promoting health and well-being to be highlighted for 2022 are awareness-raising initiatives for employees, family members and contractors in relation to endemic diseases (such as tuberculosis and malaria), sexually transmitted diseases, non-communicable diseases (such as diabetes and hypertension), and, for employees in Italy, initiatives for early diagnosis of chronic diseases (such as oncological diseases) and the flu vaccination campaign.

FOCUS ON

Commitment to institutions in the Covid-19 emergency

SUPPORT TO HEALTHCARE INSTITUTIONS AND FACILITIES: in continuity with the support already guaranteed to healthcare institutions and facilities that faced the Covid-19 pandemic emergency, in 2022 Eni carried out redevelopment interventions of the healthcare system in Italy to contribute to the resilience of local facilities, such as the Vittorio Emanuele Hospital in Gela, the S. Elia Hospital in Caltanissetta, the Luigi Sacco Hospital in Milan and the S. Matteo Hospital in Pavia. Initiatives to support Eni's business units and protecting people's health also continued to meet the challenges posed by the pandemic emergency.

HEALTH PROTECTION OF ENI PEOPLE: in relation to the latter, monitoring of epidemiological updates and new guidelines issued by international bodies has been implemented, with continuous updating and implementation of preventive and containment measures; special attention was paid to disseminating Covid-19 prevention measures and the flu vaccination campaign. Clinical and care flow management best practices have also been implemented, and travel medicine measures have been implemented to reduce the risk for travelling personnel, and set up a service of international transport service with medical support for personnel with severe health conditions.

HEALTH AND ENERGY TRANSITION

In 2022, scientific research activities, developed with the contribution of Eni researchers and in cooperation with universities and research institutes, continued in order to assess the risks, potential impacts and opportunities for the health of workers and communities related to energy transition, new technologies (for example, solar and wind), and Eni's new production processes (for example, biofuels, biogas and agribio-feedstock). In particular, an independent scientific research committee hosted by the Fondazione Eni Enrico Mattei (FEEM) was set up in 2021 to con-

duct ongoing research on these issues, and support Eni in the definition of collaboration models between the public and private sector for preparation and response to emergencies and the provision of welfare services, contributing to the strengthening and resilience of healthcare and social systems.

HEALTHY PEOPLE, HEALTHY BUSINESS

Eni joined the Working Group "Healthy People, Healthy Business" of the WBCSD ([▶ World Business Council for Sustainable Development](#)). Work during 2022 focused on how companies can contribute to global health through

four key areas: employee health and well-being, strengthening the resilience of health systems, healthy consumer behaviour, and the relationship between human health and natural systems. The results were summarised in the report "Healthy People, Healthy Business: how business can contribute to global health", presented in October 2022 at the Planetary Health Alliance conference at Harvard Medical School. Among the case studies included in the document, the initiative of Community Health aimed at supplying off-grid electricity supply (solar) to improve assistance in health facilities in Angola.

FOCUS ON

Commitment to health in the community

OBJECTIVES: commitment to protecting community health is expressed through specific programmes to strengthen local health systems and infrastructure, strengthen relevant local institutions and operating personnel's medical and managerial skills, and raise the awareness of beneficiary communities.

PROJECTS: through 42 initiatives ([▶ Partnerships for Development](#)), the focus was on basic healthcare, maternal and child health, such as the intervention to reduce maternal and neonatal mortality in Mozambique, sexually transmitted diseases such as the campaign of the prevention of malaria in the Western Region in Ghana, the prevention of non-communicable diseases, such as the project to strengthen care for cancer patients (adults and children) in Iraq, nutrition, such as the project to counteract child malnutrition in Mexico, access to safe water and hygiene, such as the intervention to upgrade the infrastructure of the Nalut Hospital in Libya, medical emergencies and the relationship between health and the environment.

IMPACT ASSESSMENTS: to assess the potential impact of industrial projects on the health of affected communities, eleven Health Impact Assessment (HIA) studies were conducted in 2022, including 1 non-integrated Health Baseline study, 1 non-integrated HIA study, 2 preliminary integrated Environmental, Social and Health Impact Assessment (pre-ESHIA) studies and 7 integrated ESHIA studies.

The Magude Health Center in the Maputo province has been identified by Eni for a project to improve maternal and child nutrition that will take place in 2023



HEALTH IN THE COMPANY: SYNERGIES AND OPPORTUNITIES **JT**

Which organisational and management logic should Eni adopt to create effective synergies with the national health service?

The health protection sector in Italy is undergoing multiple conversions: on the one hand, the demand for health services is fuelled by the demographic framework, which puts us in second place (after Japan) in terms of the ageing population; on the other, the level of funding for public health in our Country is low. This becomes a challenge not only for institutions directly involved in providing health services but also for all those who can contribute to maintaining healthy conditions in their target populations. This involves lifestyle interventions, preventive information actions and support for the individual's quality of life and that of their extended family. The corporate welfare model that Eni has built up over time has progressively broadened its areas of intervention to help the "dialogue" between the individual employee and the care system, facilitating access to services.

This is a non-trivial evolution from more traditional welfare models. Eni's represents one of the responses to extend and strengthen the network of players intervening on health issues in people's daily actions in typical life environments. After the home, workplaces and schools are the environments supporting where community health.

It is what Eni calls the literacy process. And it is what can be a competitive advantage for Eni. Instead, what are the real opportunities for employees?

A company's competitive advan-

tage is its economic performance and its "standing" in the market. It is no coincidence that we often talk about "healthy" or "sick" companies. The quality of the working environment, sensitivity to disease prevention, the focus on health education and lifestyles, and the relevance of social relations are all elements characterising the health culture each company can contribute to building. These guidelines are both individual and collective, highlighting the relevance of health as a "hygienic" factor in people's quality of life and consequently also in the economic development of communities.

This is a work of literacy since it is often envisaged that the building of health takes place in places where we treat illness (from the GP's surgery to the emergency room) and not in those where we spend our daily lives. This is because health is an "atypical asset" whose value is appreciated when lost.

In this regard, it comes naturally to mention the Academy of Healthcare Management, the initiative through which SDA Bocconi supported Eni (NOC - Libyan National Oil Corporation) to promote the managerial skills of a selected group of public healthcare executives from Libya. What are the qualifying points of this project?

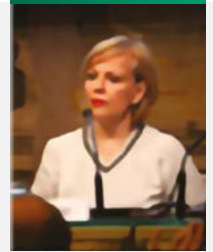
The Academy of Healthcare Management set up with the University of Benghazi was an opportunity to identify a group of highly motivated professionals to improve the healthcare system's organisation in a very different context from our healthcare system. There were two main challenges: identifying the right professionals and enhancing management skills to build equity in access to care and not only to manage their economic and finan-

cial sustainability. One of the topics discussed in the classroom, for example, was the role of scientific evidence as a criterion for service design and evaluation of the quality of services rendered. Updating clinical skills is crucial for clinicians, but company management can also create the conditions to support continuous learning.

Professor, in one of your articles in the OASI 2017 report, you talk about transitional care. In a scenario characterised by the energy transition and in light of your contribution to the Scientific Committee at FEEM, can we also talk about Eni as a transitional care company?

The need for transitional care solutions arises from the difficulty of "navigating" the care system and this is why teams of professionals specialise in managing the most difficult transitions: think, for example, of the typical case of the disabled elderly person with co-existing conditions who requires the alignment of several clinical, support and often social interventions. Finding a node in the service network that specialises in managing these cases is the primary mandate of the TOCs (Territorial Operations Centres). In a certain respect, Eni also supports the 'navigability' of the service network. When I spoke earlier about expanding of the corporate welfare model, I meant precisely this kind of support, which helps to get in touch with the right nodes in the care network and support the work of general practice.

INTERVIEW



Interview with
Valeria Tozzi

Associate Professor of Practice of Government Health and Not-for-Profit Division at SDA Bocconi School of Management. Since September 2014, she is also the Director of the MiMS Master's programme (Master in Healthcare Management). Member of the Enrico Mattei Foundation Health Committee.



Environment



WHY IS IT IMPORTANT TO ENI?

For Eni, environmental sustainability is a fundamental pillar that goes together with our path towards Carbon Neutrality by 2050. Particular attention is paid to the efficient use of natural resources such as water, the reduction of oil spills, the correct management of waste, the protection of biodiversity and ecosystem services as well as the promotion of an approach that aims at the development of circular processes. Our management of water, air, soil and the safeguarding of biodiversity is based on criteria of prevention, protection, information and participation. In spreading the culture of respect for the environment, we directly involve people of Eni, the suppliers, and local communities.

| ROBERTO DALL'OMO - HEAD OF HSEQ NATURAL RESOURCES |

2022 PROGRESS vs. Eni for 2021 commitments	SHORT-TERM COMMITMENTS (2023)	MEDIUM-TERM COMMITMENTS (2024-2026)	LONG-TERM COMMITMENTS (2030 AND BEYOND)
WATER			
90% reuse of freshwater ▲ REACHED 10 Mm ³ of remediation water treated and reused in the production cycle or re-injected 59% of produced water re-injected for production or disposal purposes	Commitment to minimise freshwater withdrawals in water-stressed areas Reuse of freshwater in line with the trend of the last 5 years Planned maintenance of the share of re-injected produced water at no less than 59%	Planned increase in the share of remediation water treated and reused in the production cycle or re-injected, from the current 10Mm ³ to 12Mm ³ by 2026 Produced water reinjected in line with the past few years	Commitment to achieving efficient, collective and sustainable management of water resources
OIL SPILL			
-35% operational oil spills vs. 2021 ▲ REACHED	Finalising the calibration of e-vpms sensors installed on the Clough Creek-Tebidaba line (52 km)	Implementation of improvement actions for upstream, downstream and retail asset integrity	Exploration of new technologies and instruments to increase prevention, mitigation and response capabilities to oil spills.
WASTE			
+29% waste generated from production activities vs. 2021 ► IN LINE WITH THE PLAN	Development of new technologies for waste recovery and implementation on an industrial scale		

POLICY

Eni Biodiversity and Ecosystem Services policy; Eni's commitment not to conduct exploration and development activities within the boundaries of Natural Sites included in the UNESCO World Heritage List; Eni's Position on Water; Eni's Position on Biomass, Eni's Code of Ethics.

MANAGEMENT AND ORGANISATION MODELS

Integrated environment, health and safety management system: adopted in all plants and production units and certified in accordance with the ISO 14001:2015 environmental management standard. Application of the ESHIA (Environmental Social and Health Impact Assessment) process to all projects. Technical meetings for analysing and sharing experiences on specific environmental and energy issues. Site-specific circularity measurement analysis. Working groups for defining the strategic positioning and objectives of Eni for the protection of water resources and biodiversity. Development of a single integrated methodology for environmental analysis, impact/risk assessment for the environment and organization, including type 231, applicable in Italy and abroad. Environmental Golden Rules to promote more conscious and responsible virtuous behaviours towards the environment by Eni employees and suppliers. Spreading the environmental culture through the site and contractor engagement programme.

FOR MORE INFORMATION

- [Eni for 2022 - Sustainability Performance](#)
- [eni.com](#)
- [Eni's Code of Ethics](#)
- [CDP Water Security Questionnaire 2022](#)
- [Eni's position on water](#)
- [Eni biodiversity and ecosystem services policy](#)
- [Eni's commitment not to conduct exploration and development activities within the boundaries of Natural Sites included in the UNESCO World Heritage List](#)

ENVIRONMENTAL CULTURE

Protection of the environment is an essential component of how Eni operates and it is based on the criteria of precautions, protection, information and participation. Particular attention is paid to the efficient use of natural resources like water, reducing oil spills, managing waste, safeguarding protected areas, for biodiversity and ecosystem services. Eni constantly invests in activities to enhance environmental culture and strengthen green-oriented management, implementing activities dedicated to Eni people and suppliers. Thanks to the analysis of the results of the Environmental Survey, which involved about

3,000 people across operational sites in Italy and abroad, the level of employees' perception of environmental culture was measured and used to define targeted, concrete actions to promote further awareness-raising activities related to the issue. In 2022, the Golden Rules campaign was launched world-wide to promote virtuous behaviour by Eni personnel, a series of Environmental Talks on topical issues were launched; and the "Together for the Environment" training was made available to all employees, focusing on various aspects including, for example, following an environmental event, the value of effective communication of risks associated with envi-

ronmental aspects and roles and responsibilities in this regard. Activities also directly involved some operational sites with site-specific engagement activities. In collaboration with the University of Padua, Eni launched the Be Green research project, dedicated to assessing and analysing the role of pro-environmental behaviour in the workplace and promoting a shared environmental culture at various levels in the organisation. Pacts for Safety and Environment were signed by 19 sites, involving several suppliers in the commitment to implement tangible improvement actions that can be measured with the Safety and Environment Performance Index.

WATER RESOURCE MANAGEMENT IN ENI:

THE FOUNDING PRINCIPLES

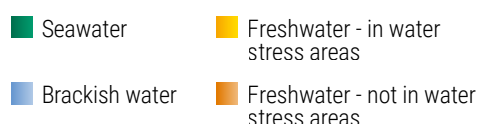
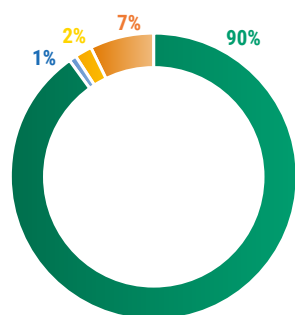
Eni's strategy to safeguard the water resource, which included among other things, adhesion to the CEO Water Mandate in 2019 and a [public positioning in 2021](#), aims at an efficient and territorially integrated management of the water needed for operating activities. High freshwater withdrawals (i.e. from aqueducts, aquifer or surface water) are minimised through: (i) process efficiency actions; (ii) the use of lower quality water (i.e. rain-

water, remediated aquifer, treated wastewater or desalinated water). Together, these actions also have positive effects in reducing water consumption. Eni is also committed in the territories where it is present to supporting [water access projects](#) for resident populations. In 2022, freshwater withdrawals, equal to about 9% of total water withdrawals and attributable for over 79% to the R&M and Chemicals sector, recorded an overall increase attributable to the inclusion of the Porto Marghera and Ravenna Consortia into the area of consolidation of Versalis, which provide a

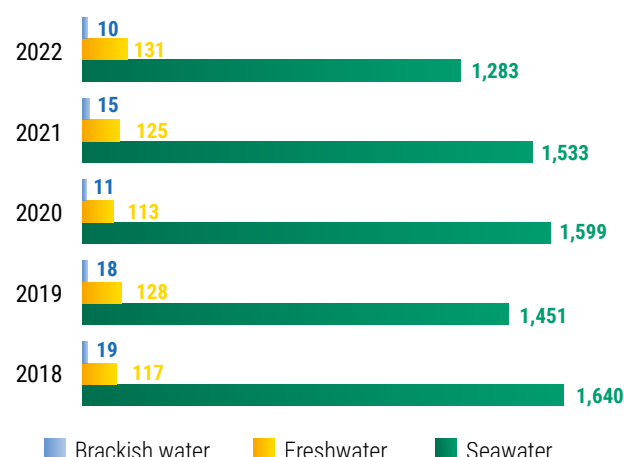
water management service for the entire industrial site, including the distribution of the water withdrawn to companies other than Eni in the same location. Excluding withdrawals made for third parties, freshwater withdrawals used in Eni's production processes in 2022 were reduced by 2% compared to the previous year ([Eni for – Performance](#)). In 2022, Eni withdrew 131 Mm³ of freshwater, of which 30.3 Mm³ from water-stressed areas, while seawater and brackish water withdrawals in water-stressed areas amounted to 942 Mm³ and 8 Mm³ respectively.

90%
re-use of
freshwater

WATER WITHDRAWALS BY SOURCE (%)



TOTAL WATER WITHDRAWALS (mln m³)



THE PRESERVATION OF FRESHWATER

Interventions to safeguard high-quality waters have been prioritised at sites located in wa-

ter-stressed areas. The area of intervention concerned the reduction of withdrawals, implemented through the reuse of waste water, or the replacement of withdrawals

of valuable water with water from lower quality sources, such as water from remediation, associated with the production of Oil & Gas or desalinated water.



Aerial view of Assemini, where were conducted activities to reduce water withdrawals

THE MAIN AREA OF INTERVENTION

WASTE WATER

Giving priority to water-stressed areas (defined by Aqueduct), interventions for the reduction of high quality withdrawals through the reuse of waste water were carried out at: (i) Livorno Refinery, on the main Italian sites exposed to water stress; (ii) Ravenna's petrochemical plant, a system for the reuse of waste water will become operational in 2025, to reduce withdrawals by at least 0.4 Mm³ per year (around -5% of superficial freshwater withdrawals at the site), even though the production activity at the site is increasing; (iii) Petrochemical plant in Brindisi, a system for the reuse of around 0.5 Mm³ per year of waste water will be operational by 2026, in addition to the already operational desalination plant, which has allowed to eliminate aquifer water withdrawals at the site; (iv) Biorefinery in Gela, where Eni manages the treatment of urban waste water (around 2.7 Mm³ in 2022) and uses part of this (0.3 Mm³ in 2022) for industrial purposes

WASTE FROM REMEDIATION

Under the principles of circular economy and safeguarding of water resources, Eni is committed to enhancing the value of water from remediation through processes that enable it to be reused for industrial purposes, avoiding the withdrawal of valuable water. Examples of this are the initiatives of Eni Rewind – Eni's environmental company that enhances land, water and waste from industrial or remediation activities – at the sites of Porto Torres, Priolo, Assemini, Manfredonia and Gela, where treated aquifer water is used to produce demineralised water, replacing freshwater withdrawals. Important projects and optimisations in stress areas concerning the reuse for industrial purposes of remediation water, otherwise discharged into the sea after treatment, are present at the petrochemical plant in Porto Torres (about 0.6 Mm³ per year, 40% of the site's freshwater requirement) and the Gela biorefinery (about 0.8 Mm³ per year). In total, about 60% of the water requirement of the Gela biorefinery in 2022 was met by low-quality water (urban wastewater and remediation water). Further studies are underway to increase remediation water and wastewater reuse at the Porto Torres, Priolo and Mantua sites

PRODUCED WATERS

The treatment and reuse of produced water, besides limiting disposal activities, also contributes to replacing valuable water resources. For example, Viggiano Blue Water, a plant for the treatment and recovery of produced water from the Val d'Agri Oil Unit in Basilicata for industrial use, which is currently undergoing authorisation, has been designed for this purpose

DESALINATED WATER

A further lever for reducing withdrawals of high-quality freshwater is its replacement with desalinated water. In Egypt, thanks to projects to reduce freshwater withdrawals started in part from 2021 (Zohr) and others in 2022, savings of high quality water have been recorded of 1 Mm³ per year compared to withdrawals prior to the interventions (reduction of freshwater withdrawals of about 70%). For its focus on this resource, Petrobel (joint operated Eni company) was also recognised and rewarded at the 2022 EGYPE (Egypt Energy Show), by winning the first prize in the 'Best Environmental Project of the Year' category for its efforts to minimise freshwater withdrawals

FOCUS ON

Reducing freshwater withdrawals at the Livorno refinery

BACKGROUND: the Livorno Refinery is located in a water stress area in Central Italy, as highlighted by the mapping performed with [▶ Aqueduct Water Risk Atlas](#).

OBJECTIVE: to decrease the plant's dependence on freshwater withdrawal, particularly from surface water, and to reduce the refinery's impact on water stress in the area. Eni also promotes interventions to reuse part of the wastewater, increasing its treatment capacity and improving the resilience of the refinery in case of extreme events.

RESULTS: the installation and testing of the new demineralised water production plant serving the refinery was completed in December 2022. The plant is designed with a capacity of up to 200 m³/h to meet the site's demineralised water needs. The project involved the treatment and reuse of refinery wastewater for the benefit of a reduction in surface water withdrawals. When fully operational, a reduction in freshwater withdrawals of 0.4 Mm³ per year is envisaged, equivalent to a saving of approximately 10% of the site's fresh surface water withdrawals.



PRODUCED WATERS MANAGEMENT

The disposal of produced waters for upstream activities follows a priority scale that favours their utilisation through reinjection into reservoirs to increase oil recovery; where not feasible, their reinjection into depleted reservoirs is promoted. Finally, discharges into the environment and the management of water as liquid waste are limited

as much as possible. During 2022, the re-injection produced water (both for production and disposal purposes) reached 59% of the total produced. The re-injection project at the Meleiha site (Agiba, Egypt) continued in 2022, which, together with the start-up of a new plant in 2023, will allow the total re-injection of produced water for production purposes in 2024, thus significantly reducing its discharge

into evaporation ponds. In Turkmenistan, an initiative is underway at the Burun site to increase the re-injection rate of produced water into the reservoir. In 2022, reinjection was either used for disposal or, to a greater extent, for production purposes; from 2023, there will be a move towards zero reinjection for simple disposal, further enhancing the value of produced water.

FOCUS ON

Water risk scenarios

ACTIVITIES: during 2022, an assessment was carried out in relation to potential future exposure to physical risk as a result of climate change, with a long-term time frame, including both chronic (water stress) and acute (flooding) water risk, involving approximately 600 operated assets and about 30 major supply chain assets.

RESULTS: the analysis showed that the construction criteria (e.g. location of sites, distances from sources of risk) and the barriers/mitigations present or identified on the plants to date, allow the consideration that for the majority of industrial sites water risk has been managed and mitigated; for residual assets with potential long-term exposure, monitoring and possible mitigation actions are planned.

NEXT STEPS: the process will be updated regularly, also in view of portfolio developments and climate scenarios considered. Eni is also committed to researching ways to improve the capacity for local water risk assessment. With this in mind, Eni tested an innovative modelling solution for local water stress characterisation, useful to support risk assessment in future scenarios.

The Versalis Dunkerque site, where the analysis of water risk scenarios was conducted in 2022



Four partnerships with international NGOs for the conservation of biodiversity

BIODIVERSITY

The management of biodiversity and ecosystem services (BES) is a key component of Eni's environmental strategies and operating practices, also in view of the multiple environmental contexts in which Eni operates. As outlined in the [► BES Policy](#), Eni has developed a science-based, risk-based management model applied to both existing operations and new projects. This model ensures that the interrelations between environmental aspects – biodiversity, ecosystem services, climate change, water resources management – and the sustainable development of local communities are identified and managed correctly, assessing and managing both potential impacts on priority BES values and the opportunities to make a positive contribution to conservation. This is done through the systematic application of the Mitigation

Hierarchy, which prioritises preventive measures over corrective ones towards no net loss or net gain of biodiversity, depending on project-specific risks and context. The active engagement of local stakeholders, including communities and indigenous peoples, throughout the project helps to understand expectations and identify management options in line with local needs. In 2022, Eni signed a two-year partnership with the IUCN (International Union for the Conservation of Nature) – aimed at defining criteria and instruments to select the most environmentally suitable areas for the development of renewable energy plants, minimising their impacts on biodiversity, providing guidance on managing cumulative impacts, spacial planning and opportunities for nature enhancement in areas of solar and wind farm development. This project is led by IUCN and The Biodiversity Consultancy

with the collaboration of Fauna & Flora and four other energy companies, including Eni. This is in addition to other collaborations with international organisations: Fauna and Flora (since 2003), Wildlife Conservation Society (since 2016) and Proteus (since 2008), a UNEP/WCMC (World Conservation Monitoring Centre) initiative for the collection and dissemination of data and information on a global level relating to biodiversity and ecosystems. In 2022, Eni updated the biodiversity risk exposure analysis of its operational sites ([► Eni for – Performance](#)) and continued BES studies and activities to implement actions identified in the Biodiversity Action Plans (BAPs) at priority sites. The main activities involved ecological restoration of forests or other natural habitats, monitoring and conservation of species, and awareness-raising among communities and workers.

FOCUS ON

Protecting biodiversity in wind farms

APPROACH: Plenitude promotes virtuous practices for the conservation of biodiversity and ecosystem services in all its renewable energy installations. In view of the close link between wind farms and the biodiversity of birds and bats, Plenitude is implementing "adaptive biodiversity management" with targeted monitoring. In cooperation with local administration and other stakeholders, an action plan for biodiversity protection at the Raposeras and Cuevas wind farms has been underway since 2022, aimed at improving knowledge of the local birdlife, reducing collision risks during the operation of the wind farms and supporting the decision-making process.

PASSIVE CONSERVATION MEASURES: Raposeras is a 40.5 MW wind farm consisting of 26 wind turbines, located in La Rioja (north-east Spain). As complementary measures to avoid collision with birds (birds of prey and aquatic species), passive visual signals were implemented to increase the visibility of the wind turbines, including black painting of the blades and the installation of vinyl stickers 9 m above the ground in all wind turbines. These measures are followed by an annual monitoring cycle of bird and bat behaviour to verify the effectiveness of the measures implemented.

MITIGATION HIERARCHY: Cuevas is a 104.5 MW wind farm consisting of 19 wind turbines, located in Cuenca (central Spain). Several biodiversity conservation actions have been implemented in this area, including: the provision of automatic systems in four wind turbines to monitor birds and reduce the risk of collision by means of acoustic signals and temporary stopping of the blades; specific conservation programmes for the local bird life (hen harrier and golden eagle) with targeted measures to avoid collisions; environmental restoration of the habitat of community interest closest to the wind farm; and a vole conservation plan.



Plenitude El Monte wind farm with a capacity of 104.5 MW, located in the Castilla-La Mancha region of Spain

CIRCULAR ECONOMY

Eni has progressively adopted a business model that enabled to apply circular principles to existing supply chains and to add value to new supply chains and sustainable products. Circular principles are incorporated into all of Eni's processes: upstream, with the maximisation of opportunities to reuse assets and recycling of materials; in procurement, with actions to raise awareness and involvement of suppliers on circular economy issues through the "Open-es" digital platform; downstream, through the production of biofuels and, in the coming years, biomethane, that will be partly obtained from the enhancement of waste, residues/waste and new technologies for waste enhancement (e.g. OFMSW, Organic Frac-

tion of Municipal Solid Waste, is the material derived from the separate collection of organic waste). Among its businesses, Versalis is developing complementary processes and technologies for polymers recycling, both mechanical and chemical, and is committed to the use of alternative feedstocks, such as raw materials from renewable sources and secondary raw materials. Eni Rewind enhances the value of soils, water and waste with sustainable remediation and redevelopment projects, including maximising the reuse of water after treatment of contaminated aquifers to produce demineralised water for industrial use, and promotion of 0 km remediation interventions such as in [Porto Torres](#). Furthermore, the company is involved

in the construction of waste recovery plants such as in Ravenna, with the soil bioremediation platform, and in Porto Marghera, with the urban sludge recovery project. Eni also continued the application to various corporate contexts of its circularity measurement model, validated by a third party, which is an essential tool for control, management, and transparency. Finally, Eni supports the growth of sustainable enterprises in the Country and the search for new business ideas, with initiatives such as the Eni Circular Bootcamp, now in its second edition, in collaboration with Confindustria and in the presence of the Consumers' Association and the winning companies of the "Best Performer of the Circular Economy 2022" competition.

The circular principles are internalised in all Eni processes

FOCUS ON

Circular Decommissioning

APPROACH: the circular approach extends to analyses to the entire life cycle of plants, from their design and operation to their decommissioning. This process has been developed on the principles of the "3Rs", i.e. Reuse, Recycle and Reduce waste volumes with consequent environmental and economic benefits. In view of the increasing number of decommissioning projects expected in the coming years and the significant amount of materials that will be generated, the principles of the circular economy are one of the main determining factors in choosing the best decommissioning solutions for Oil & Gas installations. Many plants at the end of their operational life represent an important resource both in terms of ferrous materials and in terms of components that can still potentially be used in other areas, such as new development projects or operational and maintenance use.

OBJECTIVE: Eni aims to maximise the residual value of mature assets to seize all opportunities to reconvert plants and reuse their components. Specifically, Eni provided a structured analysis of the life of an asset.

REUSE AND RECONVERSION

Identification of opportunities for extending the life of assets with targeted actions to optimize production and contain operating costs. Screening for the selection of the best technologies aimed at the conversion of installations still suitable for energy transition projects

EXTENSION OF ASSETS LIFE

Analysis of partial reuse options to support initiatives such as renewable energy projects, CO₂ storage, geothermal or re-evaluation of parts of offshore structures in favor of marine biodiversity conservation

REUSE OF COMPONENTS

Recycling of ferrous and non-ferrous materials with the adoption of adequate contractual solutions for the sale of steel, copper, aluminum and other fundamental resources for industrial processes (also including materials deriving from WEEE - Waste from Electrical and Electronic Equipment)

RECYCLING OF MATERIALS

Evaluation of equipment and components to be reused. Eni has equipped itself with an IT tool created with the aim of having an easily accessible centralized repository where to trace and map the equipment that can be reused

FOCUS ON

Recycling polymers



APPROACH: through ► **Versalis**, Eni is very active in the development of advanced mechanical and chemical recycling technologies.

NEW RECYCLING PLANTS: at Porto Marghera, Versalis is building the first pole for advanced mechanical recycling of post-consumer plastics, which will see in a first phase, the development of a plant for polymers recycling and in a second phase, thanks to the acquisition, on an exclusive basis, of the licence from Forever Plast (an Italian leading company at European level in the post-consumer plastic recycling sector), to develop an additional recycling plant. Furthermore, with the Hoop® project, Versalis is involved in the construction of a first 6,000 tonnes/year chemical recycling plant in Mantua, to transform mixed plastic waste that cannot be mechanically recycled, into a raw material to produce new virgin polymers.

PACKAGING: Versalis has set up two circular packaging projects to recover and recycle industrial polyethylene packaging and putting them back into the system. Versalis offers also polymers with recycled content, obtained from post-consumer packaging and preserving virgin material without compromising the performance. Furthermore, by signing specific voluntary pledges, it contributes within the Circular Plastics Alliance (CPA) to the ambitious European target of using 10 million tonnes of recycled plastics in new products by 2025.

-35%
volume of
operational
oil spills

+70%
volume of oil spill
from sabotage,
of which 80%
recovered

OIL SPILL MANAGEMENT

Eni continues its efforts on every aspect of emergency management related to impacts of operational and and from sabotage attempts oil spills. In the context of oil spill prevention in Italy, maintenance activities was completed in Val d'Agri on the production network, with the simultaneous technological upgrade of the e-VPMS⁽¹⁾ system, as well as for the crude oil line from the Genoa Pegli pumping station to the Sannazzaro Refinery. This update was also carried out for the Leak Detection⁽²⁾ monitoring of the Val d'Agri Oil Unit (COVA) crude oil transport line and on COVA's industrial water injection line. As part of emergency preparedness, the screening methodology for assessing risks from natural events, such as landslides, floods and seismic events that may affect pipelines, was completed. In Val D'Agri, the Early Warning - Kas-

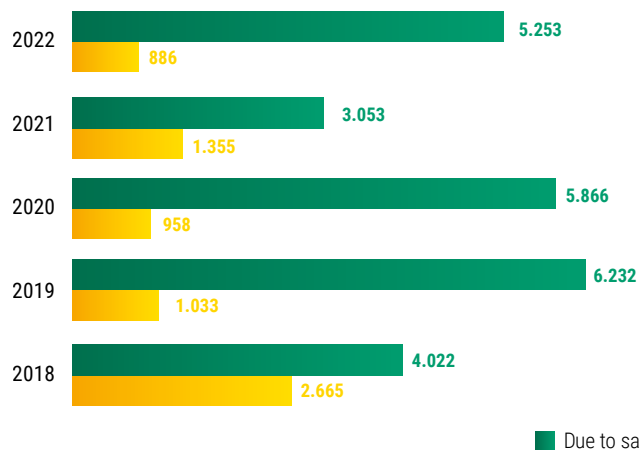
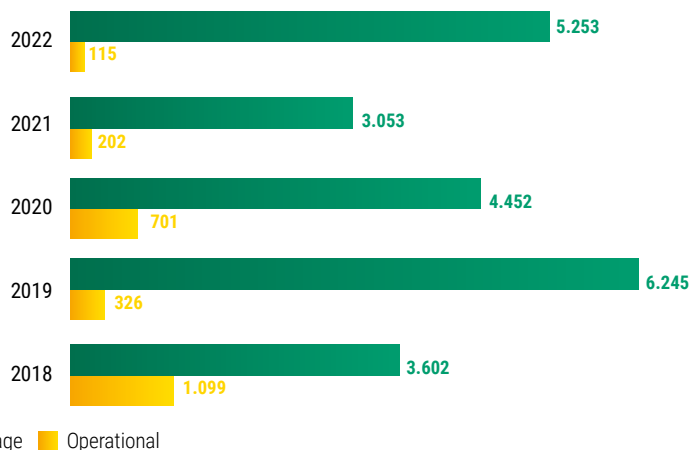
sandra Meteo Forecast monitoring and warning system, applied to the continuous control of hydrogeological risks, the management of water outflows at COVA and the monitoring of agricultural crops, has been optimised. Furthermore, feasibility studies have been carried out for an evolution of this system for the mitigation of risks from natural events for use in photovoltaic and wind power plants (Early Warning for Asset Integrity). Eni also continued its technological experimentation, verifying the degree of reliability of high-definition satellite images for environmental soil monitoring and constructing sensitivity maps from free satellite images⁽³⁾, useful for planning an appropriate response to oil spills. Also in 2022, activities were carried out to prevent and contain potential environmental impacts (tank integrity monitoring technologies), to safeguard the

integrity of assets, such as the extension of the e-VPMS⁽¹⁾ system on the jet fuel transfer line from Rho to Malpensa (40 km) and on the Pantano-Fiumicino Airport line; tests with Acoustic Emission technology (e-siam⁽²⁾) to monitor corrosion and fluid leaks in storage depots; feasibility studies of RADAR technology for remote monitoring of vibrations and, lastly, the precautionary remediation of some underground tanks and the remediation and decommissioning of used "lubricating oil" tanks at some sites in Italy. Eni continues to work with IPIECA and IOGP - International Association of Oil & Gas Producers to strengthen marine pollution response capacity downstream of any oil spill, including by participating in regional initiatives in areas such as the Caspian Sea, Black Sea and West/Central/Southern Africa and Central Eurasia.

(1) e-VPMS⁽¹⁾ is a technology for detecting vibro-acoustic variations in the structure of pipelines and in the fluid transported by the same, aimed at identifying potential spills in progress.

(2) Leak Detection is a system for detecting leaks in operating conditions both during transport and at fluid standby conditions.

(3) Development of sensitivity maps using satellite imagery from the European Space Agency (ESA).

OIL SPILL OPERATIONAL AND DUE TO SABOTAGE (Volume >1 barrel)^(*)**OIL SPILL OPERATIONAL AND DUE TO SABOTAGE IN NIGERIA (Volume >1 barrel)^(*)**

* Spill data (>1 barrel) both in terms of numbers and volumes spilled are subject to updates over the years due to possible completion of investigations after publication of this document.

FOCUS ON**Oil spill management in Nigeria**

BACKGROUND AND APPROACH: in recent years, Eni's facilities in Nigeria (wells, flow lines and pipelines covering approximately 3,000 km) have been the target of illegal activities resulting in significant losses. Despite this, Eni has developed a strategy to prevent and contain such events and their potential impacts, based on the early identification of leakage, damage or break-in activities near or on pipelines to intervene promptly to reduce or resolve them. In particular, in 2022, the e-vpms[®] system technology upgrade programme was completed on some trunklines, while on others the installation of new system sensors was completed, and an operational plan for new e-vpms[®] installations on the crude oil production and transportation network was defined.



ACTIVITY: Eni has also implemented other initiatives to prevent and manage pipe leaks, such as: (i) increased surveillance in areas particularly prone to sabotage, (ii) e-vpms[®] technology, already installed and operational on the Kwale-Akri (17 km) and Ogbainbiri-Tebidaba (32 km) pipelines, underwent a technological upgrade in 2022 through the installation of additional sensors to remove background noise. The activity was successfully performed and calibrated on both lines. The system is being implemented on other lines with increased technical maintenance activities aimed at shutting-off malfunctions or damage. Eni also promotes **activities to raise awareness** of risks associated with potential pollution from oil spills with the local community.

RESULTS: as a result of these implementations, the number of operational oil spills and related spilled volumes in 2022 decreased by 75% and over 40% respectively compared to 2021.

Human rights



WHY IS IT IMPORTANT TO ENI?

The promotion and protection of Human Rights are imprinted in Eni's history, a DNA inherited from the farsighted vision of Enrico Mattei, who wanted to combine industrial and operational strategies with a distinctive and fundamental element: respect for peoples and integration with the communities directly involved in Eni's activities. This translates, today even more so, into respect for human rights in our daily actions, into the commitment to ensure this respect becomes a rule for our partners, contractors, providers and all the players we deal with, as well as into the ability to share, to dialogue, to pool projects, skills and ideas that must be placed in defence of our principles and all rights.

| ALFIO GIUSEPPE RAPISARDA, HEAD OF SECURITY |

2022 PROGRESS vs. Eni for 2021 commitments	SHORT-TERM COMMITMENTS (2023)	MEDIUM-TERM COMMITMENTS (2024-2026)	LONG-TERM COMMITMENTS (2030 AND BEYOND)
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HUMAN RIGHTS MANAGEMENT MODEL

Specific analysis conducted on 100% of the projects considered to be at greatest risk

▲ REACHED

100% of new projects HR-risk assessed subject to specific analysis; extension to other business units; dissemination and updating of new due diligence models

Extension of the model to the business areas; periodic review of the general management system

Model in place in all Eni business units

MANAGEMENT REMUNERATION LINKED TO HUMAN RIGHTS

Objectives assigned to all executives reporting to the CEO

▶ IN LINE WITH THE PLAN

Continued widespread assignment of specific MBOs on human rights to Eni management at all levels and to subsidiaries

TRAINING ON HUMAN RIGHTS

14,245 hours of HR training provided during the year

▲ REACHED

2,622 people trained for the three-year HR program completed

▲ REACHED

Updating of specialised training modules ("Security and Human Rights", "Human Rights and relations with Communities", "Human Rights in the Workplace")

Evaluate to extending access to specialised courses to all employees

Delivery at all Eni subsidiaries of a frontal training plan on the human rights management process

POLICY

Eni's statement on Respect for Human Rights; Whistleblowing reports received, including anonymously, by Eni SpA and its subsidiaries in Italy and abroad policy; Supplier Code of Conduct; Alaska Indigenous Peoples policy; Eni against Violence and Harassment at Work policy; Eni's Code of Ethics.

MANAGEMENT AND ORGANISATION MODELS

Human Rights management process regulated by an internal regulatory instrument aligned with the United Nations Guiding Principles (UNGPs). Inter-functional activities on Business and Human Rights to further align processes with key international standards and best practices. Human Rights Impact Assessment and Human Rights Risk Analysis with a risk-based prioritisation model for industrial projects. Security management system aimed at ensuring respect of human rights in all Countries, particularly in high-risk Countries. Whistleblowing management process. Three-year e-learning training plan on the main areas of interest on human rights.

FOR MORE INFORMATION

- ▶ [Eni for 2022 - Sustainability Performance](#)
- ▶ [eni.com](#)
- ▶ [Eni's Code of Ethics](#)
- ▶ [Eni's statement on respect for human rights](#)
- ▶ [Eni for 2021- Human rights](#)
- ▶ [Eni's position on conflict minerals](#)
- ▶ [Slavery and human trafficking statement](#)

ENI'S APPROACH TO HUMAN RIGHTS

Eni's approach to human rights, which is embedded in the Mission, is outlined in ► [Eni's Statement on Respect for Human Rights](#), approved by the BoD in December 2018. It highlights priority areas for engagement, following an approach developed in coherence with the United Nations Guiding Principles on Business and Human Rights (UNGPs) and the OECD

Guidelines for Multinational Enterprises. Furthermore, this commitment is reiterated in the Code of Ethics and supported by the commitments set out by the Supplier Code of Conduct, also adopted in 2020. The dignity of every human being is at the heart of Eni's activities, which is why it is committed to defining its responsibilities in contributing to the well-being of people and local communities. The path undertaken in recent years in

disseminating and consolidating a culture of respect for human rights has strengthened human rights due diligence procedures, a process outlined in a specific internal regulatory document adopted in 2020. This process is based on an approach of shared responsibility by several functions for managing the most important processes in human rights risk management: human resources, procurement, security, sustainability, and compliance.

COMMITMENT TO HUMAN RIGHTS

Human rights are embedded in governance policies and processes. Eni has structured appropriate governance controls and provides continuous training.

DUE DILIGENCE

Eni has adopted a management system which includes a set of processes and instruments to assess issues, risks and the most relevant impacts related to respect for human rights.

ACCESS TO REMEDY

Eni ensures adequate management of complaints through the "Grievance Mechanism" and the whistleblowing process.

THE ROLE OF COMPANIES IN AN EVOLVING CONTEXT OF BUSINESS AND HUMAN RIGHTS

After more than 10 years from the adoption of the UN Guiding Principles, where the companies stand in their implementation?

On 10th December 2023 we commemorate the 75th anniversary of the Universal Declaration of Human Rights, first signed at the Palais de Chaillot in Paris in 1948. It was not until 2011 and the adoption of the UN Guiding Principles on Business and Human Rights that the world agreed the nature of business' direct responsibility for human rights. Over the past decade we have seen uneven progress on implementation. The results from the Corporate Human Rights Benchmark, published annually since 2017, have shown that about one third of the world's largest companies have taken some steps forward but there is much more to be done.

What are the expected impacts of the oncoming regulation (in EU and in single Countries)?

Regulation is an important next step in the implementation of the UN Guiding Principles and many European Governments now have national laws that mandate the "know and show" requirements of human rights due diligence as well as the provision of adequate remedies. The European Union is also bringing forward different human rights and sustainability requirements for large companies which will increase investor and civil society scrutiny of how companies behave. Sanctions and tariffs are also increasingly linked to human rights criteria, and so we can expect to hear a lot more from regulators in terms of what they expect from companies.

What are the main emerging issues to be faced in the next few years?

The years ahead will see more questions from consumers about the products they buy, investors in terms of the companies they invest in and elected officials on behalf of voters. Energy security will remain a key issue, but so too climate change, biodiversity and a clean environment. Business will be required to be more transparent on all these issues. The transition to a low carbon economy will require difficult decisions to be made and the transition must be "just" for all those affected - workers, communities, indigenous groups and consumers.

INTERVIEW

JT



Interview with
John Morrison

John Morrison has been Chief Executive Officer of the Institute for Human Rights and Business (IHRB) since its formation in 2009. He advises a number of governments, intergovernmental organisations, and businesses on human rights and wider issues of sustainability, development, and international affairs.

100%

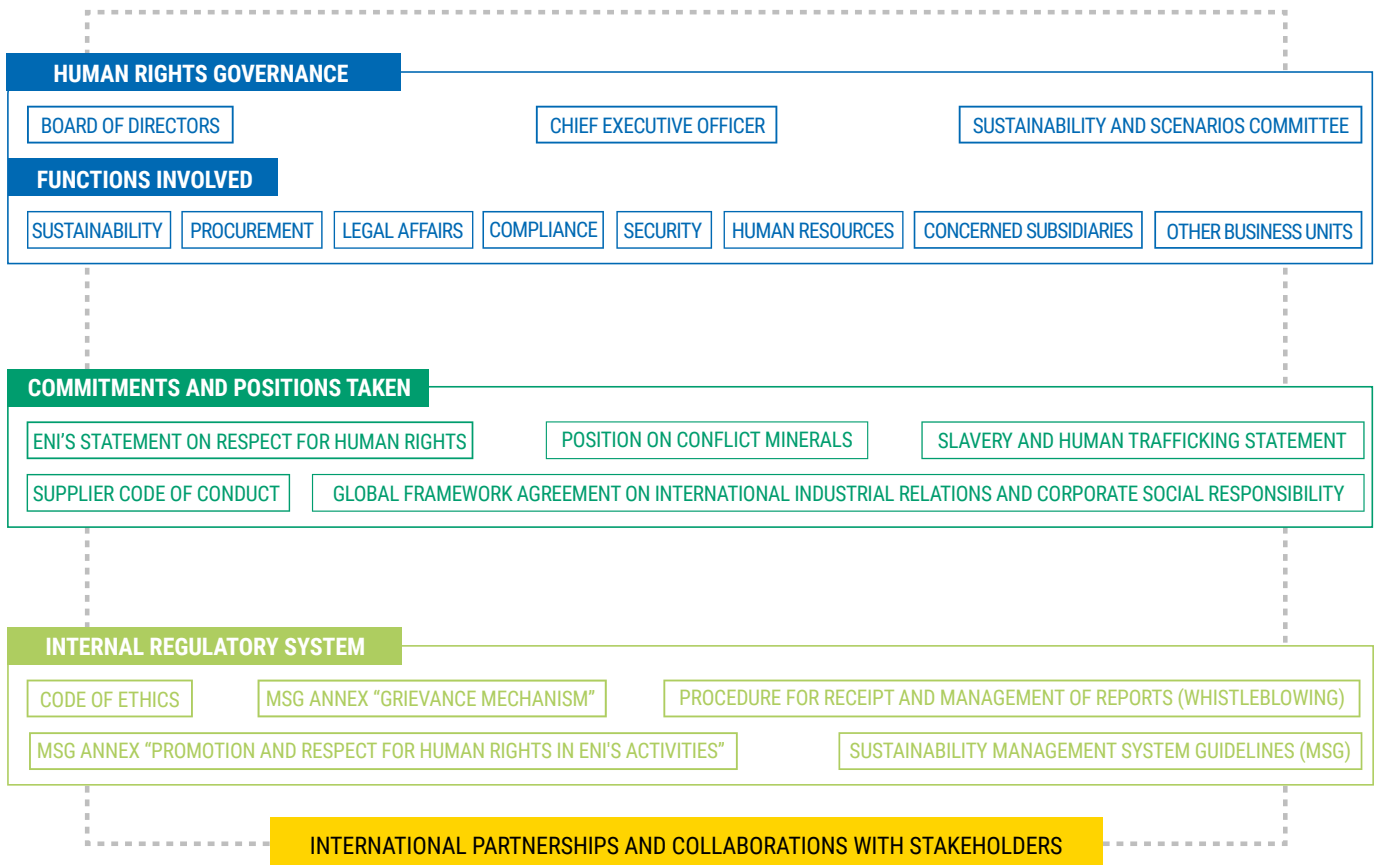
managers, reporting directly to the CEO, to whom a human rights related MBOs was assigned

HUMAN RIGHTS GOVERNANCE AND MANAGEMENT SYSTEM

Human rights are among the subjects on which the **Sustainability and Scenarios Committee (SSC)**, composed of mostly independent directors, provides guidance advisory and propositional functions vis-à-vis the BoD. The Chairman of the Committee informs the BoD of the most important issues discussed during the meetings. In 2022, the SSC was informed about the imple-

mentation of the human rights due diligence model based on priority areas of intervention defined by to Eni’s salient human rights issues, and it analysed the Slavery and Human Trafficking Statement approved by the BoD in April. Furthermore, Eni has adopted a specific procedure that defines the internal framework for the human rights management model, with the aim of defining roles and responsibilities. This procedure outlines the related due diligence process re-

quired by the UNGPs and defines the main guidelines for preventing human rights violations for all corporate functions. Also in 2022, specific targets were assigned to all Managers reporting to the CEO, as well as to the other management levels, from which performance-related incentives on human rights are derived. These objectives were also assigned to the management of the subsidiaries. In all cases, the achievement of the assigned objectives was verified during the year.



2,622

people trained in 2022 for the three-year programme

HUMAN RIGHTS TRAINING

Eni’s training on business and human rights is organised in a diversified strategy along four lines: (i) general courses on business and human rights for all Eni personnel; (ii) specific courses on topics and areas particularly exposed to negative impacts risks; (iii) training initiatives on topics

closely related to human rights (e.g. Code of Ethics, HSE, etc.); (iv) practical workshops for suppliers on safety and human rights.

The mandatory three-year training for senior managers and middle managers (Italy and abroad) on the four specific modules was completed in 2022: “Security and Human Rights”,

“Human Rights and relations with Communities”, “Human Rights in the Workplace” and “Human rights in the Supply Chain”. Furthermore, the delivery of the other courses offered on sustainability and human rights issues to the entire Eni population continued. The overall course access rate stood at 89% of those enrolled.

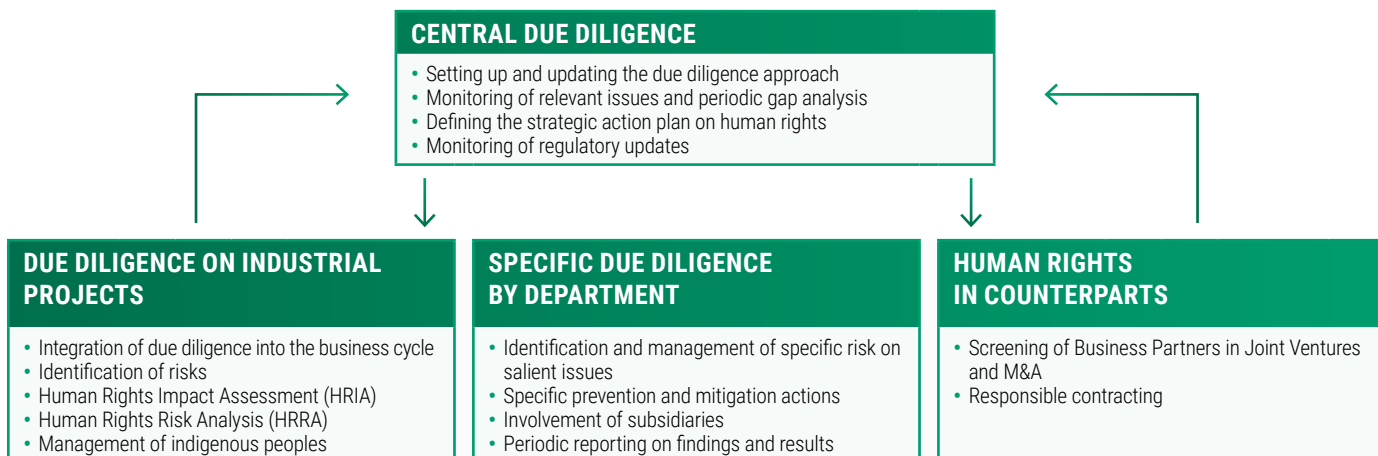
DUE DILIGENCE ON HUMAN RIGHTS

Human rights due diligence is an ongoing process focused on the full spectrum of implications that

Eni's activities could have on human rights, going beyond the list defined by the "salient human rights issues". The due diligence model is multi-disciplinary, multi-level and in-

tegrated into corporate processes, with a risk-based approach aimed at identifying, preventing, mitigating and reporting on adverse human rights impacts.

Eni's human rights due diligence is multidisciplinary, multi-level and integrated into all corporate processes



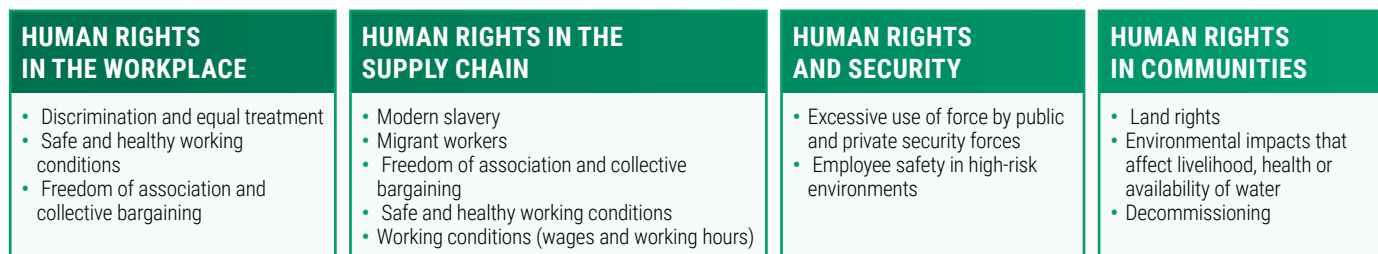
SALIENT HUMAN RIGHTS ISSUES

Eni's commitment, the management model and the activities carried out on human rights focus on the issues considered most significant for the company in the light of the business activities carried out and the contexts in which it operates. This set of themes, salient human rights issues,

was identified by a cross-functional group on human rights and business in 2017, with support from the Danish Institute for Human Rights, as part of a broader work study to analyse Eni's approach to human rights. The 13 salient human rights issues identified by Eni are grouped into four categories. Since 2018, Eni has adopted a risk-based model which uses context ele-

ments (risks specific to the Countries in which Eni operates) and project characteristics to classify upstream projects according to potential human rights risk and identify appropriate management measures through specific analyses. The model was then extended to other business areas, without changing the list of salient issues.

SALIENT HUMAN RIGHTS ISSUES FOR ENI



ACCESS TO REMEDIATION MEASURES

Eni is actively committed to providing, or cooperating to provide, remedies for adverse human rights impacts that it may have caused or contributed to, and to making every effort to promote achievement of the same objec-

tive in cases where the impact is directly related to its operations, products or services. Eni identifies two channels for reporting possible violations: **the whistleblowing reports** and the **grievance mechanism**. Eni prohibits, and is committed to preventing, retaliation against work-

ers and other stakeholders for raising human rights concerns, and does not tolerate or contribute to threats, intimidation, retaliation or attacks. Furthermore, Eni does not in any way prevent access to judicial or extrajudicial state mechanisms and cooperates in good faith with such mechanisms.

To manage human rights in the workplace has been defined a risk-based model to catch the specific characteristics and risks of Countries and contexts

HUMAN RIGHTS IN THE WORKPLACE

Respecting the rights of the people who work within Eni and for Eni is essential to building mutually satisfactory and long-lasting relations. Eni has a comprehensive framework of policies, management models, contractual clauses and programmes also adopted by its subsidiaries. This framework allows for the effective prevention of these risks in the direct management of the workforce (📌 initiatives for people). A “risk-based” model has been designed

to assess the respect for human rights in the workplace based on specific quantitative and qualitative parameters that capture the specific characteristics and risks of the Country/context linked to the human resources management process, including contrasting all forms of discrimination, gender equality, working conditions, freedom of association and collective bargaining. This approach identifies possible risk or improvement areas, requiring specific actions to be defined and monitored over time. In 2022, the application of

the model in the subsidiaries of the upstream business, which had already been monitored in 2021, was deepened, and an initial application was made in the Energy Evolution business, thus expanding its area of application. A central role in building the relationship with workers and protecting their rights is also played by Eni’s industrial relations model, which is based on agreements identifying how to share information with organisations representing workers, defined at a national and international level.

MAIN EXISTING AGREEMENTS ON THE SUBJECT

- ▷ Global Framework Agreement on International Industrial Relations and Corporate Social Responsibility
- ▷ TOGETHER - INSIEME Industrial relations model to support the energy transition process

INTERVIEW



Interview with **Diana Junquera Curiel** is the Energy Industry and Just Transition Director at IndustriALL Global Union. With many years of experience in the energy sector, including at the European level as president of the equal opportunities working group, managing policy on gender equality and women’s participation quotas in industrial sectors and at global level participating in global energy sector committees. She now leads the energy sector and is responsible for coordinating the global work of energy sector unions, focus on the social, financial and industrial implications of the energy transition and the impact on workers, looking for a Just Transition for them.

JT

ENGAGING WORKERS IN A JUST TRANSITION

What do you think are the main challenges to be faced and the opportunities that could be seized in a decarbonization (or energy transition) pathway?

The biggest challenges we face in this transition are misalignments in time and space, as well as uncertainty. For this transition to be Just for everyone, it is necessary to plan sufficiently in advance and look for future outcomes and projects that bring us a promising future. Lack of information and transparency breed mistrust and make the process much more difficult. There are many opportunities appearing, new careers and jobs that must be inclusive and of course decent, green, and union jobs.

What kind of programmes should characterize such pathway and how

the transition process could be defined just?

The ▷ **ILO Guidelines** give us the definition: a Just Transition secures the future and livelihoods of workers and their communities in the transition to a low carbon economy. It is based on social dialogue between workers and their unions, employers, and Government, and consultation with communities and civil society. A plan for Just Transition provides and guarantees better and decent jobs, social protection, more training opportunities, and greater job security for all workers affected by global warming and climate change policies.

How companies and unions could collaborate on such programmes, especially in the energy sector and what role can the signing of a company-union agreement play?

Social dialogue is the key. It means that trade unions are involved in

the development of the transition. Agreements such as the Global Framework Agreement that Eni has with IndustriALL Global Union guarantee that Eni’s workers, in any of its operations around the world, are part of this social dialogue. Both parties, company and unions, have in their hands to guarantee that this is fulfilled.

How workers could be effectively engaged in outlining transition programmes?

Inviting them from the beginning to be part of the conversations and decisions that are made about the transition and transformation plans in the company. It is necessary to create Just Transition tables where the company, the administration and the workers’ representatives are involved, where together they will work for a promising future for the industry, the impacted areas and the people.

HUMAN RIGHTS AND SECURITY

Security events can affect almost the entire spectrum of human rights, including economic, social and cultural rights, and can have a significant negative or positive impact on freedom of expression and opportunities to participate in political processes. Eni is committed to maintaining the safety and security of its activities within an operational framework that ensures respect for human rights and fundamental freedoms and in compliance

with the **Voluntary Principles on Security & Human Rights**. In November 2022, the Security & Human Rights Workshop was held at NAOC (Nigerian Agip Oil Company Ltd). The initiative was conducted by an independent company, specialising in security management and human rights protection in the international arena, and involved more than 400 employees from the Nigerian armed forces, private security forces and local subsidiaries. This initiative is part of the security and human rights training program,

launched in 2009, to promote corporate best practices that embed the international principles established by the United Nations in the Universal Declaration of Human Rights, referred to in the Voluntary Principles Initiative, and which inspire Eni's Statement on Respect for Human Rights in all the Countries where the company operates. To date, 21 training courses have been carried out in 15 Countries, for a total of more than 1,700 Security Forces trained Rights over the past eight years.

97%
security contracts
containing clauses
on human rights in
2022



FOCUS ON

Eni and the Voluntary Principles on Security & Human Rights

BACKGROUND: on 8th December 2022, after having already achieved the "Engaged Corporate Participant" status in 2020, Eni became "Full Member" of the **Voluntary Principles Initiative**, the multistakeholder initiative that brings together the main energy companies in the protection and promotion of Human Rights, in recognition of its commitment to the promotion and the raising of awareness of Human Rights.

ACTIVITIES: among the most significant activities in 2022 is the application in Nigeria of the Conflict Analysis Tool, a project proposed and prepared by the VPI with the objective of analysing the causes of conflict in a given area/Country starting from the identification of those causes that most contribute to exacerbating the conflict, and then trying to identify possible actions to mitigate the causes. The application of the tool involved conducting more than 30 interviews at local level in which the causes of the conflict in Nigeria and contributed to the development of an Action Plan that contains relevant mitigation actions involving several operational sites in the Country.

Transparency, Anti-Corruption and Tax Strategy



WHY IS IT IMPORTANT TO ENI?

Ethics - as the value basis of internal compliance regulations - and compliance with anti-corruption laws also play a key role in supporting the energy transition. To this end, and in line with the principle of "zero tolerance", expressed in the Code of Ethics, Eni prohibits and contrasts all forms of corruption and requires its People to carry out their daily activities with integrity and transparency, also through the application of the Anti-Corruption Compliance Programme and its articulated system of rules and controls. We confirm our commitment to spreading a culture of anti-corruption compliance and to continuously updating our Compliance Programme to intercept and manage new corruption risks in Eni's evolution towards decarbonization.

| LUCA FRANCESCHINI, HEAD OF INTEGRATED COMPLIANCE AT ENI |

2022 PROGRESS

vs. Eni 2021 commitment

SHORT-TERM COMMITMENTS (2023)

MEDIUM-TERM COMMITMENTS (2024-2026)

LONG-TERM COMMITMENTS (2030 AND BEYOND)

ANTI-CORRUPTION COMPLIANCE PROGRAMME

Successful outcome of the recertification audit for ISO 37001:2016 "Anti-bribery management systems" certification

▲ REACHED

Successful outcome of the surveillance audit for ISO 37001:2016 "Anti-bribery management systems" certification

Updating and continuous improvement of Compliance anti-corruption Program

Retention of the certification ISO 37001:2016 "Anti-bribery management systems"

ANTI-CORRUPTION TRAINING

Delivery of the new "Code of Ethics, Anti-Corruption and Corporate Liability" e-learning course in Italy and abroad
Update of the 'Anti-Corruption Compliance Programme' course for medium and high risk personnel

▲ REACHED

Delivery of the new "Anti-corruption Compliance Programme" course for medium and high risk personnel

Training for all employees with the new on the "Code of Ethics, Anti-Corruption and Corporate Administrative Responsibility" course.

Training of all medium and high risk employees on the "Anti-Corruption Compliance Programme" course

POLICIES AND OTHER REGULATORY INSTRUMENTS

"Anti-Corruption" Management System Guideline; Whistleblowing reports received, including anonymously, by Eni SpA and by its subsidiaries in Italy and abroad; Tax Strategy Guideline; Eni's position on Contract Transparency; Eni's Code of Ethics.

MANAGEMENT AND ORGANISATION MODELS

231 Model; Eni SpA Anti-Corruption Compliance Programme, certified pursuant to the ISO 37001:2016 standard. Anti-Corruption and Anti-Money Laundering Unit in the "Integrated Compliance" function reporting directly to the CEO. Eni participation in local multistakeholder groups of EITI.

FOR MORE INFORMATION

- ▷ [Eni for 2022 - Sustainability Performance](#)
- ▷ [eni.com](#)
- ▷ [Eni's Code of Ethics](#)
- ▷ [Country by Country report](#)
- ▷ [Report on payments to Governments](#)
- ▷ [eiti.org](#)
- ▷ [Anti-Corruption MSG](#)

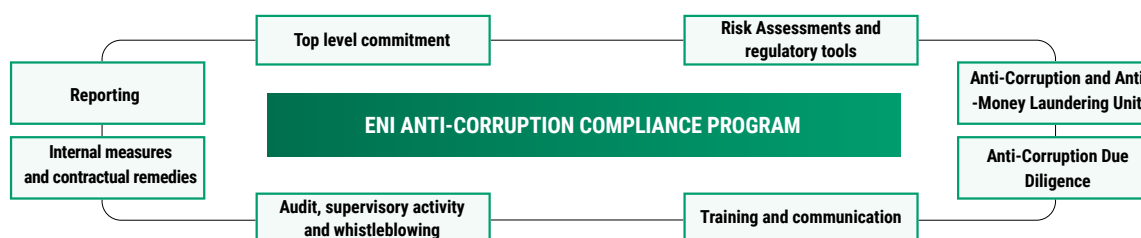
THE ANTI-CORRUPTION COMPLIANCE PROGRAM

In line with the zero tolerance principle in the Code of Ethics, Eni has an Anti-Corruption Compliance Program, a system of rules, controls and organisational monitoring to prevent corrupt practices, which is also useful to prevent money laundering in the context of non-financial activities. The Anti-Corruption Compliance Programme, defined in accordance with applicable anti-corruption provisions and International Conventions (including the United Nations Convention against Corruption, the Foreign Corrupt Practices Act and the UK Bribery Act), has evolved over the years with a view to continuous improvement, so much so that in January 2017 Eni SpA was the first Italian company to receive the ISO 37001:2016 "Anti-bribery management systems" certification, maintained over the years with sur-

veillance and recertification audits, which have always concluded with a positive outcome. At the internal regulatory level, the Anti-Corruption Compliance Program is represented by the Anti-Corruption MSG and by further detailed regulatory instruments which constitute the reference framework for identifying activities at risk of corruption and money laundering and the control instruments that Eni makes available to its personnel to prevent and combat the risk. These regulatory instruments are adopted by all subsidiaries in Italy and abroad. The companies and entities in which Eni holds a non-controlling interest are in any case encouraged to comply with Eni's anti-corruption standards by adopting and maintaining an internal control system consistent with the requirements of relevant laws. The implementation of the Anti-Corruption Compliance Programme is ensured by a dedicated organisa-

tional structure which has, among its tasks, also the task of ensuring the information flows to the top management, management and supervisory bodies, through the preparation of an annual report and a half-yearly update concerning the relevant activities within the scope of the programme, and which are an integral part of the Integrated Compliance Report and follow its flows. Eni's experience in anti-corruption matters also grows through participation in international events and working groups, including the Partnering Against Corruption Initiative (the global platform which allows enterprises to maximise their anti-corruption efforts, contributing to the improvement of compliance practice in this area), the O&G ABC Compliance Attorney Group (a discussion group on anti-corruption issues in the Oil & Gas sector) and the Task force on Integrity and Compliance of B20 Italy and B20 Indonesia.

The Compliance Programme Anti-Corruption
Eni SpA has been ISO 37001:2016 "Anti-bribery management systems" certified since 2017



ANTI-CORRUPTION SAFEGUARDS AGAINST THIRD PARTIES AT RISK

According to the anti-corruption regulatory tools of Eni, the third parties at risk of corruption are subjected to Anti-Corruption Due Diligence, which

consists of a structured collection of information aimed at verifying certain aspects of particular importance, such as the reconstruction of the ownership structure, the existence of investigations or convictions for relevant offences, the presence of

public officials, conflicts of interest and the existence of an Anti-Corruption Compliance Programme. The depth of the checks depends on the type of transaction and third party, the Country of reference and the available public information.

RECONSTRUCTION OF OWNERSHIP STRUCTURE

The reconstruction of the ownership structure - envisaged according to a risk-based approach - consists in identifying the entities (physical and legal persons) which hold, directly or indirectly, individually or cumulatively, stakes in the potential third party at risk. The reconstruction must be, at the best possible through the available reporting instruments, aim at identifying 100% of the investments. In any case, the extent of the collection of information relating to the ownership structure may depend on specific circumstances - such as the notoriety of the entity subjected to due diligence, the knowledge gained based on previous relationships, the importance of the transaction, the level of risk of the Country where the transaction will take place and, in general, the level of risk perceived

AUDIT OF THE SUPPLY CHAIN

The corruption risk relating to potential suppliers is monitored with a specific qualification process aimed at assessing not only their technical capacity and economic and financial reliability, but also their ethical and reputational profile and, for the highest risk cases, the adoption of an Anti-Corruption Compliance Programme. Business Integrity clauses, which include, in addition to the commitment to comply with the principles set out in the Code of Ethics and the Anti-Corruption MSG, audit rights on the part of Eni in higher risk cases and contractual remedies in the event of breach of compliance obligations, are in any case provided for in the relevant contracts. The subcontractor is also subject to prior checks to verify its ethical and reputational reliability; the relationship is defined exclusively by a written contract, containing compliance commitments equivalent to those provided for the main supplier

1,346

participants in general workshops

523

participants in job-specific training

COMPLIANCE RISK ASSESSMENT AND MONITORING

Eni adopts a structured Compliance Risk Assessment and Monitoring process aimed at identifying, assessing and tracking corruption risks within the scope of its business activities, and periodically analysing the performance of the identified risks, by running specific controls and monitoring of precise risk indicators. The process is designed to ensure compliance to regulatory requirements and the effectiveness of models, regulatory instruments and control measures, guiding their update. During 2022, the work carried out concerned the Anti-Corruption area as a whole, the risk assessment of "Sale of Goods and Services" risk activities, and the monitoring of "Joint Ventures", "Third Parties" and "Gifts and Hospitality" activ-

ities. In the light of the results, the level of risk and the scope of corruption, the adequacy and effectiveness of the mitigation and compliance measures put in place and subsequently applied to the activities carried out, were confirmed. Specific obligations were also identified concerning the risk activities examined.

ANTI-CORRUPTION TRAINING

Eni implements an anti-corruption training program for employees delivered through e-learning and classroom events organised into general workshops (aimed at employees at medium/high corruption risk) and job specific training, training sessions generally delivered with the general workshops and intended for professional areas under specific risk of corruption. To optimise the identification

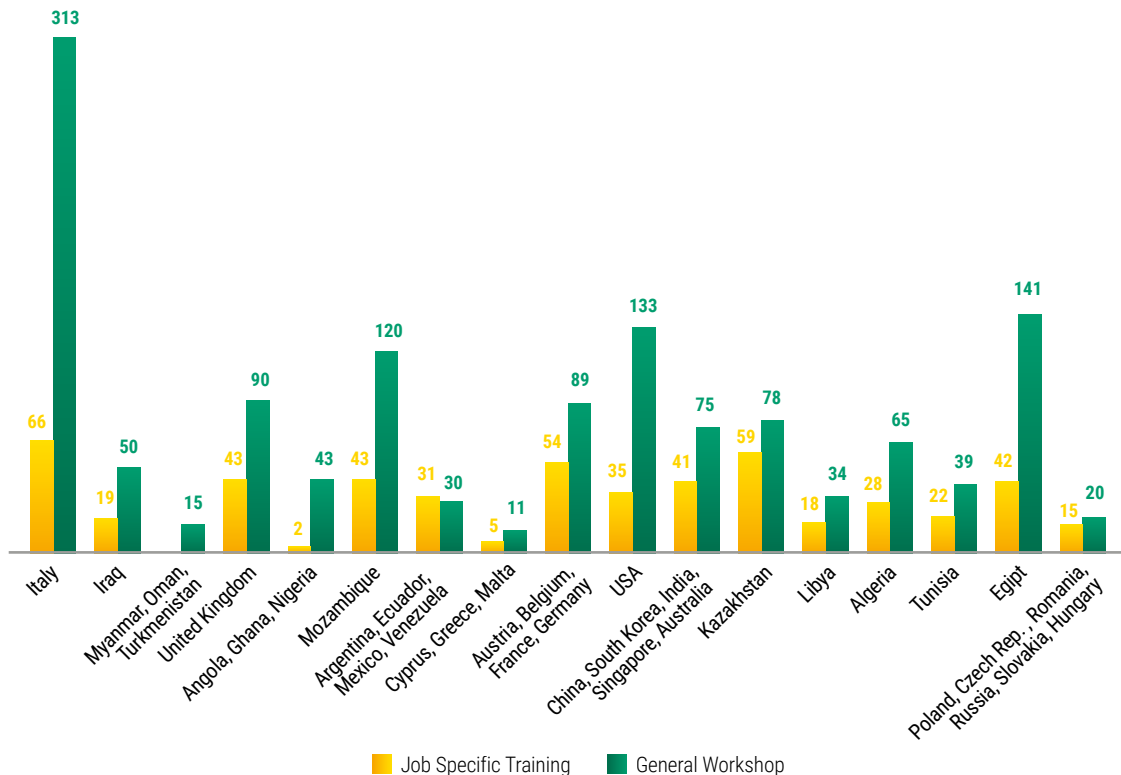
of the recipients of the various training initiatives, a "risk-based" methodology has been defined for the systematic segmentation of Eni people based on specific risk factors such as Country, qualification and professional area. During 2022, anti-corruption training was delivered via e-learning through the new "Code of Ethics, Anti-Corruption and Corporate Administrative Liability" course, aimed at the entire Eni workforce, in Italy and abroad (about 28,000 employees trained). Approximately 93% of the Eni workforce attended at least one anti-corruption course during the year.

In addition to employee training, in 2022 anti-corruption training was also provided to the Managing Directors of Eni's subsidiaries and investees, and to third parties (some high-risk suppliers, and employees of a Joint Venture).

38 Countries

involved in anti-corruption training

COUNTRIES WHERE ENI ORGANIZED ANTI-CORRUPTION TRAINING (number of participants)



WHISTLEBLOWING MANAGEMENT

Since 2006 Eni has set in place internal regulations, updated over time and most recently in 2020, aligned with national and international best practices as well as with the relevant Italian law (Italian Law 179/2017), to manage the process of receiving, analysing and processing whistleblowing reports received, even in a confidential or anonymous form, by Eni SpA and its subsidiaries in Italy and abroad. This internal procedure allows employees and third parties, to report facts relating to the Internal Control and Risk Management System and concerning behaviors in violation of the Code of Ethics, any laws, regulations, provisions of Authorities, internal regulations, Model 231 or Compliance Models

for foreign subsidiaries, that may cause damage or prejudice to Eni, even if only to its public image. In this regard, dedicated and easily accessible reporting channels have been set up, available on the [eni.com](https://www.eni.com). In 2022, investigations were completed on 77 files and in 26 cases, the checks reported by Internal Audit to the Board of Statutory Auditors confirmed at least in part the content of the reports and appropriate corrective actions were taken, mainly consisting of: (i) training actions towards employees and disciplinary measures, in accordance with the collective labour agreement and other applicable national regulations; (ii) actions on the Internal Control and Risk Management System, relating to the implementation and strengthening of existing controls;

(iii) actions towards suppliers. A report is prepared on a quarterly basis, and sent to, among others, the Chairman of the Board of Directors and the Chief Executive Officer of Eni.

TAX STRATEGY AND TRANSPARENCY

Eni's tax strategy, approved by the BoD, is based on the principles of transparency, honesty, fairness and good faith set forth in its Code of Ethics and in the "OECD Guidelines for Multinational Enterprises" and has as its primary objective the timely and correct payment of taxes in the various Countries in which it operates, aware of its significant contribution to the tax revenues of the states, supporting local economic and social development.

THE STEPS OF THE TAX CONTROL FRAMEWORK

1.

**TAX RISK ASSESSMENT
(RISK ASSESSMENT)**

2.

**IDENTIFICATION AND ESTABLISHMENT
OF CONTROLS TO GUARD AGAINST RISKS**

3.

**VERIFICATION OF EFFECTIVENESS OF
CONTROLS AND RELATED INFORMATION
FLOWS (REPORTING)**

CO-OPERATIVE COMPLIANCE

As part of its tax risk management and litigation activities, Eni adopts prior communication with the tax Authorities and maintains relations based on transparency, dialogue and cooperation, participating, where appropriate, in enhanced cooperation projects (Co-operative Compliance)

EXTRACTIVE INDUSTRIES TRANSPARENCY INITIATIVE (EITI)

True to the commitment to better governance and greater transparency in the extraction sector, which is crucial to foster responsible use of resources and prevent corruption, Eni has adhered to the Extractive Industries Transparency Initiative (EITI) since 2005. In this context, Eni actively participates both at local level, through the Multi-Stakeholder Groups in the member Countries, and in the Board's initiatives at international level. Also in line with its support for the EITI, Eni has taken a public stance on contract transparency through which it encourages Governments to comply with the new standard on contract publication, and has expressed its support for the mechanisms and initiatives that will be launched by Countries to promote transparency in this area

COUNTRY-BY-COUNTRY REPORT

In accordance with Italian Law No. 208/2015, although not a regulatory requirement, Eni voluntarily publishes the "Country-by-Country Report" required by Action 13 of the "Base erosion and profit shifting BEPS" project, promoted by the OECD with the sponsorship of the G-20, whose objective is to have the profits of multinational companies declared in the jurisdictions where the economic activities that generate them are carried out, in proportion to the generated value. The publication of this report has been recognised as best practice by the EITI

EUROPEAN DIRECTIVE 2013/34 EU (ACCOUNTING DIRECTIVE)

Anticipating by two years the reporting requirements on transparency of payments to States in the exercise of extraction activities introduced by the EU Directive 2013/34 EU (Accounting Directive), in 2015 Eni begun to provide disclosure on a voluntary basis regarding a series of summary data on financial flows paid to States where it conducts hydrocarbon exploration and production activities

Customers and Suppliers



WHY IS IT IMPORTANT TO ENI?

We strongly believe in customer centricity and will continue with our policy of caring for them as we always have, supporting them with the transparency of our offers and innovative energy solutions. At Plenitude, we have a portfolio of 10 million customers in six different European Countries, with the goal of reaching more than 11 million by 2026, for whom we seek to promote responsible consumption patterns through affordable technology solutions. We continue to view diversity and inclusion as core values, as well as fairness and transparency as the foundation of our relationships with customers and stakeholders.

| STEFANO GOBERTI, CHIEF EXECUTIVE OFFICER ENI PLENITUDE SPA SOCIETÀ BENEFIT |

2022 PROGRESS vs. Eni for 2021 commitments	SHORT-TERM COMMITMENTS (2023)	MEDIUM-TERM COMMITMENTS (2024-2026)	LONG-TERM COMMITMENTS (2030 AND BEYOND)
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CUSTOMERS

10 million customers reached in Europe in the retail market
▲ REACHED

Customer base: >10 million people

Customer base: >11 million people by 2026

Customer base: >15 million people by 2030

SUPPLIERS

52% of Eni's strategic suppliers assessed for sustainable development
▶ IN LINE WITH THE PLAN
Adhesion to Open-es of 15 partners and more than 10,000 companies, including 3,600 Head quarter suppliers
▲ REACHED

75% of Italian awarded contracts through procurement proceedings with ESG assessment
1,000 foreign local suppliers on Open-es platform

By 2025 100% of Eni's strategic suppliers will be assessed according to their path of sustainable development
By 2024 50% of foreign awarded contracts through procurement proceedings with ESG assessment

Measurement of ESG impacts and definition of targets along the supply chain, through supplier engagement initiatives, including beyond the first tier, and promotion of specific development plans

SUPPLIER TRAINING

100% of the procurement professional area trained on Human Rights
100% of new suppliers assessed according to social criteria
▲ REACHED

Keep 100% of new suppliers assessed according to social criteria
Continue to engage suppliers on Open-es with training initiatives on ESG topics, including human rights

POLICIES AND OTHER REGULATORY INSTRUMENTS

Supplier Code of Conduct; Eni's position on Conflict Minerals; Eni's Statement on Respect for Human Rights; Eni's Slavery and Human Trafficking Statement; Eni's Code of Ethics.

MANAGEMENT AND ORGANISATION MODELS

Sustainable supply chain program: initiatives aimed at involving companies in the process of measuring, and improving their ESG profile. Sustainable Procurement Process: verification of the supplier's ESG characteristics rewarding mechanisms and action plans aimed at promoting a sustainable development path. Vendor Development: definition of tools to support the growth and transformation of Eni suppliers along the directives "Energy Transition and Sustainability", "Financial Economic Solidity" and "Digital Technological Excellence".

FOR MORE INFORMATION

- ▶ [Eni for 2022 - Sustainability Performance](#)
- ▶ [Plenitude](#)
- ▶ [Sustainable mobility](#)
- ▶ [Eni's Code of Ethics](#)
- ▶ [Eni's statement on respect for human rights](#)
- ▶ [Eni for 2021- Human rights](#)
- ▶ [Eni's position on Conflict Minerals](#)
- ▶ [Slavery and human trafficking statement](#)

CUSTOMER CENTRICITY AND THE PROMOTION OF A CULTURE OF SUSTAINABLE ENERGY USAGE



Dialogue and direct involvement of customers are essential for Eni to support and promote actions in favour of a fair energy transition, which also includes promotion of a culture of sustainable energy usage. To this end, Eni organises numerous meetings and workshops with national and local consumer associations and with institutions, universities and numerous initiatives and events for customer information and training purposes. These include, for example, Prosumer Road and Circular Lab, to stimulate deeper reflection on research and development issues in the field of energy and the dissemination of ideas on the circular economy. Eni's commitment in this regard is also confirmed through Plenitude, the Group's Benefit Corporation (Società Benefit), which supplies gas and electricity, mainly from renewable sources, to 10 million customers in Europe and offers energy efficiency products and services to households and businesses, as well as having an ex-

tensive network of public access charging points for electric mobility. For spreading the culture of sustainable energy usage, Plenitude promotes communication activities, including on digital channels and through dedicated partnerships and events, such as, for example, energy efficiency interventions at music events, which involved more than 700,000 people. 2022 also saw the consolidation of the new WeCare operating model, which envisages an innovative support service structured around the concept of customer centricity, where customers interface over time with a single Customer Support figure to have a service that is always more focus on people's needs. In 2022, the "Tellis" in LIS (Italian Sign Language) customer care service also became fully operational. With qualified interpreters connected remotely, it allows deaf people to communicate with Plenitude, thus ensuring equal opportunities for all customers. At Plenitude, customer centricity is also expressed through the innovation of the digital instruments available to them: in 2022, 88% of new contracts at European level (Italy, France, Spain and Portugal,

Greece) were signed digitally, and 50% of customer transactions in Italy were carried out independently. Last year the customer satisfaction level increased despite a market environment characterised by rising energy prices. Plenitude is also active in supporting financially vulnerable customers, including young people. This is why in 2022 it became one of the first 50 partner companies of the National Youth Card, an initiative of the Department for Youth Policies and Universal Civil Service aimed at young Europeans resident in Italy aged between 18 and 35. The card provides access to concessions and discounts for goods and services, including: (i) an electricity and/or gas offer at advantageous rates that also includes electricity from renewable sources covered by a Guarantee of Origin included in the price and gas with CO₂ offset; (ii) a 15% discount on all top-ups made via the Be Charge app on the Be Charge network. Plenitude also pays special attention to customers in difficulty to allow payment of invoices in instalments customised to the specific needs of the individual, in addition to what is provided for by industry regulations.

In 2022, 12.5 TWh of certified electricity with European guarantees of origin were sold in Europe

FOCUS ON

Customer and consumer protection



OBJECTIVE: Plenitude is committed to providing customers with a service that is strongly based on transparency and fairness, while also providing the right information and instruments to identify and protect themselves from any improper behaviour.

ACTIVITIES: also in 2022, the anti-fraud hotline service, active from 2020, was made available to customers to help consumers identify possible misbehaviour in the market. The service received 16,434 reports in 2022, of which more than 90% related to numbers not registered with the ROC (Single Call Centre Operator Register) and therefore in violation of the law and potentially fraudulent. In addition to dealing directly with customers, Plenitude maintains an ongoing direct contact with consumer associations, which are guaranteed the possibility of reporting service failures and product malfunctions reported to them by customers, through various protection mechanisms and on which the company is committed to implementing corrective and improving measures. These include, for example, Protocol for unwanted activations, i.e. an agreement signed with the associations members of the National Council of Consumers and Users, aimed at reinforcing consumer protection measures in the area of unsolicited electricity and gas activations and, more generally, in relation to conduct attributable to unfair commercial practices in the contract acquisition process.

Eni's network in Europe now numbers more than 5,000 Eni Stations

SUSTAINABLE MOBILITY

In the evolution of the sustainable mobility model that accompanies the energy transition, Eni Stations find their strength in their widespread distribution throughout the territory, their brand and their customers. Traditional service stations evolve into true mobility hubs, offering services related to people and mobility. In addition to refuelling their cars with innovative fuels, customers can access other on-the-go services, also developed through partnerships. Eni's role in sustainable mobility aims to be broad and to offer constantly evolving products and

services, in which technology and digitalization play a key role. The physical experience is, in fact, complemented by the digital experience through the apps, Enjoy and Eni Live, which make refuelling, but not only that, increasingly automated and efficient. Concrete examples of this evolution, which will also see development outside the network, are: (i) Enicafé, which already has about 1,200 retail outlets in Europe; (ii) Emporium, the convenience store format that completes the Enicafé offer, driven by Italian quality and already present in about 100 points; (iii) a network of Telepass

points, to request, collect or replace the Telepass device; (iv) a series of other services available at Eni Live stations and specifically designed to meet customer needs (Amazon Locker for online shopping delivery, partnership with the Poste Italiane to pay postal and PagoPa bills or withdraw cash). The transformation of Eni Stations into Eni Mobility Points is the tangible result of Eni's innovative approach to sustainable mobility, which enhances assets and develops their role to guarantee services based on the different needs of mobile customers.

FUTURE DEVELOPMENTS FOR SUSTAINABLE MOBILITY

ALTERNATIVE ENERGY CARRIERS

The offer will be expanded from compressed and liquefied biomethane, to biofuels, electricity (with fast and ultrafast recharging) and hydrogen; in particular, in addition to starting up the hydrogen plant in Mestre, Eni was the first company to launch a network for the distribution of HVO, which will have 150 retail outlets when fully operational

ENJOY

The car sharing service already present in five cities will be enriched with new solutions. The already fully hybrid car fleet was completed by XEV YOYO vehicles, 100% electric cars with the possibility of battery swapping, reaching 1.4 million customers and 28 million rentals for 7 million kilometres covered

ENI PARKING

It will make 60 car parks available in the active Live Stations and the redeveloped and upgraded Eni sites, for more than 1,000 parking spaces equipped with smart parking services. Access to the terminals is completely digital and can be done, as well as with credit and debit cards, directly with the Eni Live app, which allows selection, unlocking and payment directly from a smartphone

Eni Live Station is a hub that provides innovative and digital services to people on the move



SUSTAINABLE DEVELOPMENT OF SUPPLY CHAINS

Eni aims to foster a fair and inclusive energy transition by involving suppliers in environmental, social and economic innovation and development initiatives. Companies collaborating with Eni share the principles and values of the Code of Conduct, which guide and characterise all phases of the Procurement process, meeting economic-financial, technical-organisational, reputational,

health, safety and environmental requirements, and committing to implement improvement actions to remedy any gaps. Sustainability elements are an integral part of all phases of the procurement process, from selection and qualification to tendering and contract management. To promote the sustainable development of supply chains, in 2022 Eni further strengthened its Sustainable Supply Chain program with initiatives aimed at involving suppliers and companies in the path to just

and sustainable energy transition, enhancing the aspects of environmental protection, economic development and social growth. In 2022, Eni continued to enhance local content, through meetings with Regional Business Associations and sector events, in order to promote innovation, identify growth and diversification paths based on the training and development of human capital and enhance local areas of excellence through alliances and collaborations.

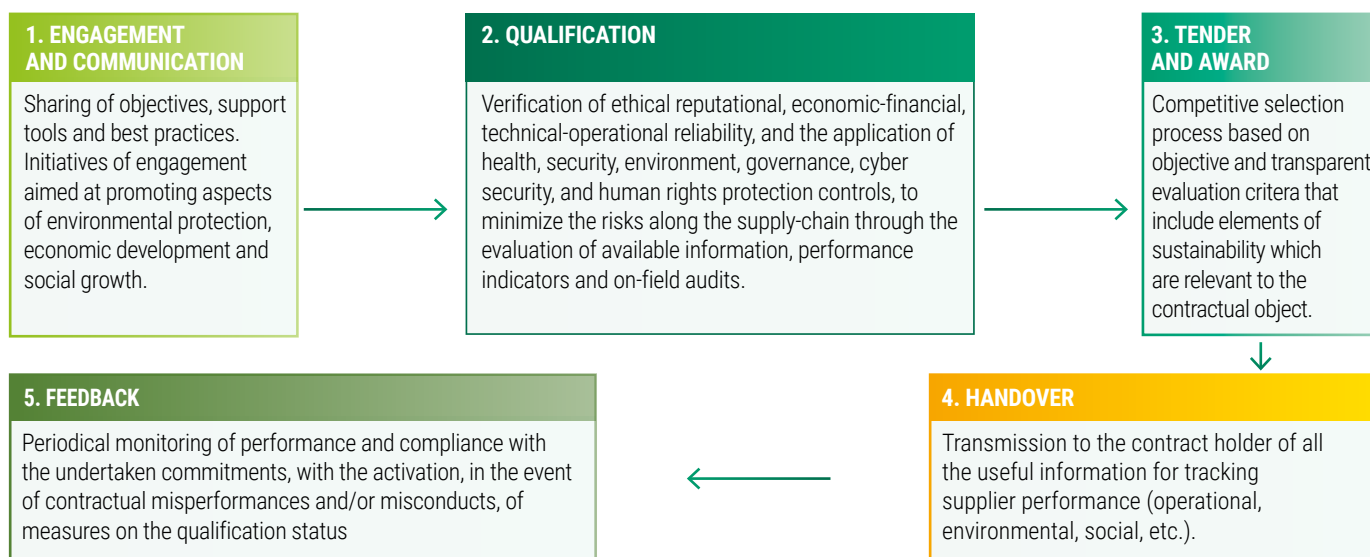
+6,000

suppliers subject to social responsibility assessment

~ €4.5 bln

of awarded contracts relating to procurement proceedings that include ESG assessments

SUSTAINABLE PROCUREMENT PROCESS



FOCUS ON

The main initiatives of suppliers' engagement



INVOLVEMENT OF COMPANIES IN THE PATH OF SUSTAINABLE DEVELOPMENT: by spreading the Eni-powered platform, **Open-es**. For the Eni Procurement process, the participation in the initiative is an essential requirement for assessing and enhancing the commitment of each supplier in the path of sustainable development aiming to involve the entire supply chain.

TRAINING: involvement of companies in the "Open-es ESG Competencies" initiative, a series of free events to improve their employees' knowledge of ESG topics and to discuss specific aspects (Carbon Neutrality, Social and Governance Sustainability, Diversity & Inclusion, Vendor Management Responsibilities, Human Rights); in addition to the initiatives open to enterprises, Eni organised for its suppliers industry workshops on ESG issues and webinars on digital and cyber security.

FINANCIAL SUPPORT: through the "Basket Bond - Sustainable Energy" program, developed in collaboration with financial partners and designed to support the sustainable development of energy industry companies.

SUSTAINABILITY CRITERIA AND REWARDING MECHANISMS: to enhance commitment and encourage the adoption of best practices by suppliers, sustainability criteria and rewarding mechanisms were applied in the procurement process, in the evaluation of bids for approximately €4.5 billion of awarded contracts.

+350

in-depth Human Rights audits, document-based and on the field, on direct and indirect suppliers

EVALUATION AND MONITORING OF RESPECT FOR HUMAN RIGHTS

In order to set off and reinforce their commitment to fundamental values and, in particular, respect for human rights, companies working with Eni are called upon to sign the **► “Supplier Code of Conduct”**, an agreement that guides and characterises relations with suppliers at all stages of the procurement process on the principles of social responsibility, including human rights. The assessment and monitoring of respect for human rights is applied in procurement processes through a risk-based model that allows the analysis and classification of suppliers according to a level of potential risk based on their Country and activities performed. To strengthen monitoring on this

topic and in particular on the risks related to forced/compulsory labour and the right to freedom of association and collective bargaining, in 2022 the application of the risk-based model was extended to further 13 foreign subsidiaries, for a total of 24, and allowed the identification of Nigeria, Congo and Mozambique as Countries with the highest number of suppliers at risk. In addition to the activities carried out on all suppliers in relation to due diligence, tender evaluation, performance feedback and updates with dedicated questionnaires, the risk-based model provides for the reinforcement of contractual clauses on the respect of human rights and the fulfillment of audits on suppliers to monitor their protection of human rights, in line with the SA8000 international standards. Remote training pro-

grammes and workshops of the Vendor Management units of the foreign subsidiaries were also organised to promote awareness of human rights issues. Further measures to contrast modern forms of slavery and human trafficking and to prevent the exploitation of minerals associated with human rights violations in the supply chain are further explained in the **► “Slavery and Human Trafficking Statement”** and the **► “Eni’s position on Conflict Minerals”** respectively. The latter describes the policies and Eni’s systems for the procurement of “conflict minerals” (tantalum, tin, tungsten and gold), with the aim of minimising the risk that the procurement of these minerals may contribute to financing, directly or indirectly, human rights violations in the Countries concerned.

The Open-es event “Sustainable Italy” an opportunity for dialogue with leading figures from the business world on priority ESG actions and themes



INVOLVEMENT OF COMPANIES IN THE PATH OF SUSTAINABLE DEVELOPMENT

To foster a widespread awareness of sustainability along the entire

value chain and offer concrete solutions and opportunities to companies, Eni has put in place several tools aimed at supporting suppliers and more generally the entire business system in the path of sustain-

able development: these include the Open-es platform, various training events and discussions on ESG topics and financial instruments to support the sustainable growth of supply chains.

+10,000
companies participating
in Open-es

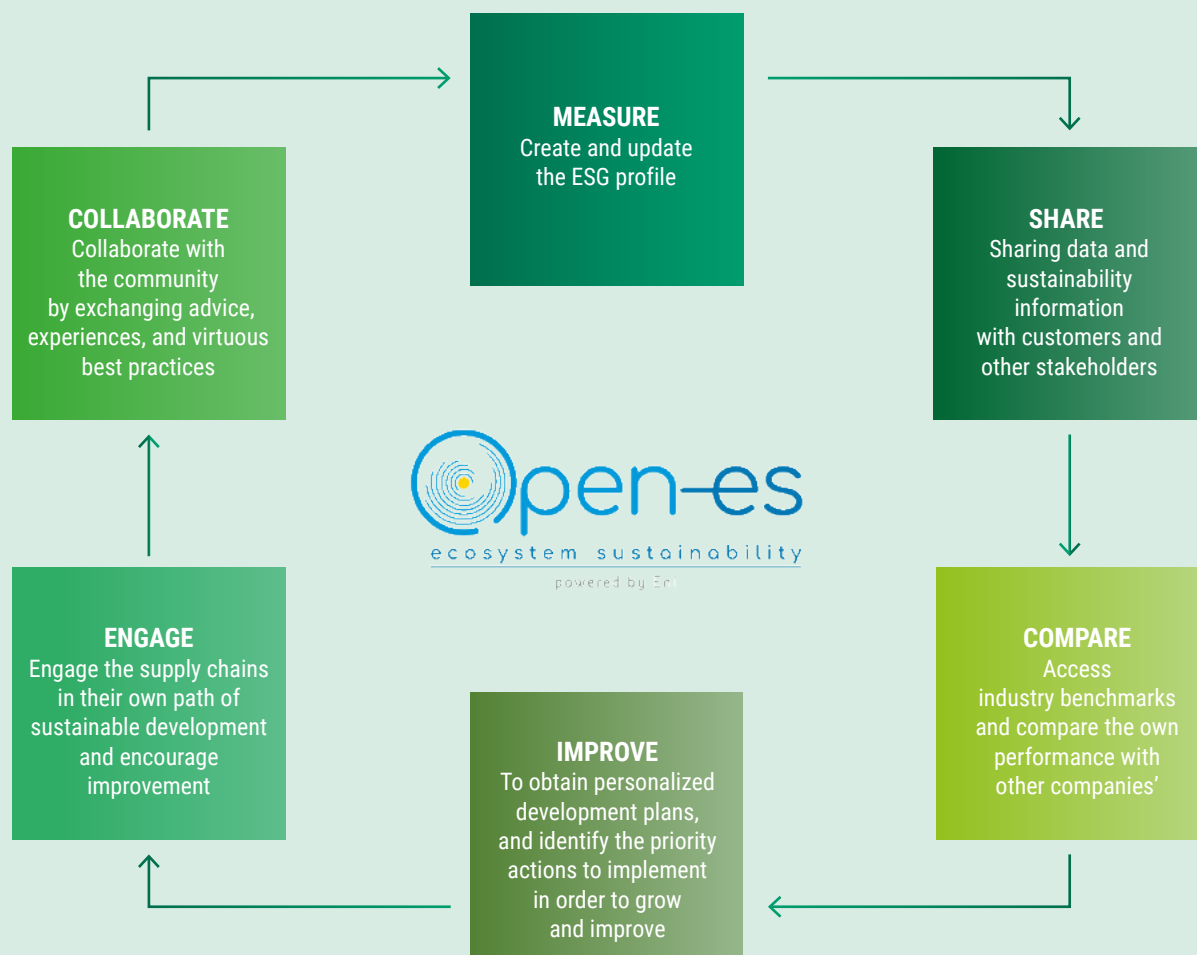
FOCUS ON

Open-es, the open alliance for the sustainable growth of companies



OBJECTIVE: In order to involve and support all companies in the path of measurement and growth in terms of sustainability, Eni launched the Open-es system initiative in 2021. The platform now already counts on more than 10,000 companies, a true community that is contributing to the path of sustainable development of an open and collaborative ecosystem through discussion, collaboration and the identification of priority actions.

ACTIVITY: this initiative is an important step towards the creation of a strong synergy in the business system, an opportunity to see all industrial and financial entities, Italian and foreign, working together to involve and support their respective suppliers and customers, in a common path for the improvement and enhancement of sustainability in the productive ecosystem. Furthermore, by focusing on growth plans for companies and creating synergies and opportunities for the entire business system, Open-es allows all these benefits to be distributed and shared along the entire value chain. The creation of this ecosystem, without technological or knowledge barriers, allows the efforts and investments of all players to be focused on sustainable development initiatives and the improvement of the ESG performance of the industrial and financial system.



3 ALLIANCES FOR DEVELOPMENT

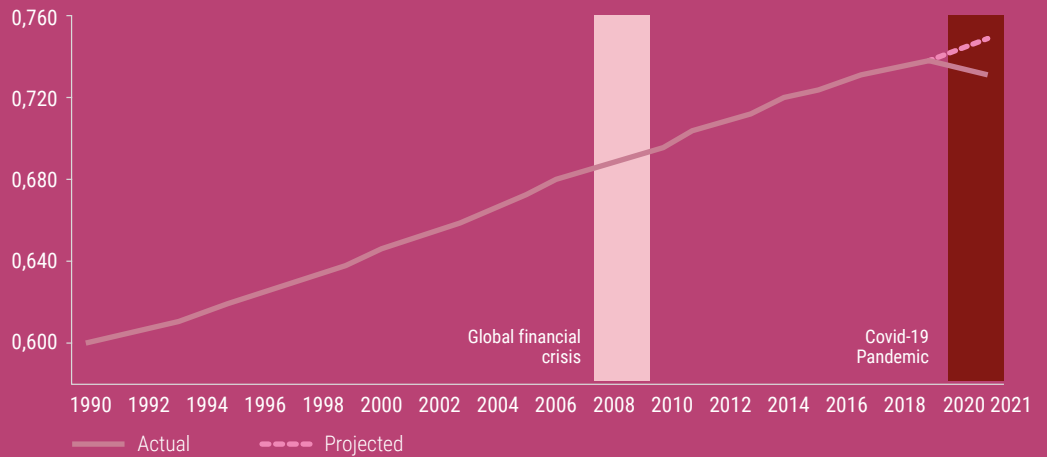
The Alliances for sustainable development, in line with Eni's decarbonisation strategy and the 2030 Agenda, contribute to the creation of value for all stakeholders and support Eni's action for a Just Transition, focused on people and which requires technological, cultural, social and economic change. According to the so-called "Dual Flag" approach, the action of Eni is based on a profound respect for the single individual, on knowledge of local issues and on the willingness to work alongside Countries to promote sustainable development also through partnerships with nationally and internationally recognized players. Eni implements initiatives with a long-term perspective taking into account the promotion and the respect for human rights, the challenges of countering the effects caused by climate change and by population growth.

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REFERENCE CONTEXT: CHALLENGES AND OPPORTUNITIES

For the first time since its publication, the Human Development Index (HDI) has decreased globally for two consecutive years (2020 and 2021), back to 2016 levels

Pandemic, war in Ukraine and climate change are the main causes of the global regression in terms of access to education, life expectancy and income. Almost 90% of Countries registered a decline in HDI score in 2020 or 2021. In 2020, 85% of the Countries saw a reduction of the per capita income and 70% a reduction of the life expectancy at birth which has intensified with the health crisis and 2/3 of Countries recorded a further decline. The recovery is uneven; Latin America, Sub-Saharan Africa and South Asia are particularly affected by the crisis.



Source: > International Energy Agency (2022), World Energy Outlook 2022, IEA, Paris.

Other challenges for sustainable development

The 2022 Sustainable Development Goals (SDGs) report describes the turnaround of years of progress and highlights the severity and breadth of today's challenges.

25%

globally, primary schools (2019-2020) lack electricity, drinking water, basic sanitation

147 mln

children, it's estimated, missed more than half of their in-person instruction over the past two years

24 mln

are at risk of not returning to school

Meeting drinking water, sanitation and hygiene targets by 2030 requires a increase in the pace of progress. At current rates, at 2030:

1.6 bln

will lack safely managed drinking water

2.8 bln

will lack safely managed sanitation

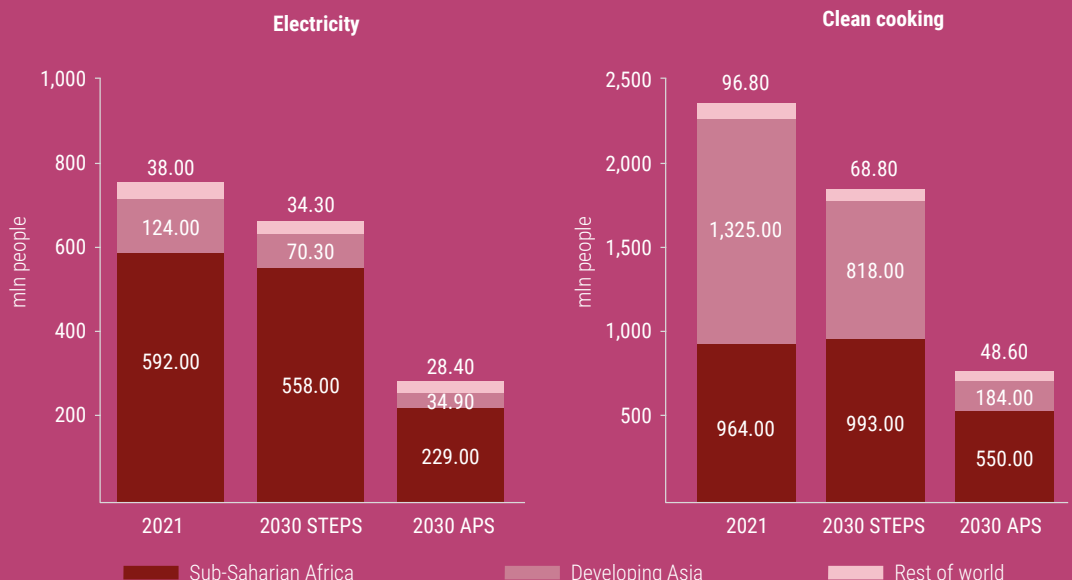
1.9 bln

will lack basic hand hygiene facilities

Source: The Sustainable Development Goals Report 2022, United Nations publication issued by the Department of Economic and Social Affairs (DESA), © 2022 United Nations. Used with the permission of the United Nations.

People without access to Electricity and to Clean cooking

In 2021 more than 750 million people were without access to electricity and 2.4 billion without access to clean cooking. Due to the combination of the pandemic and the current energy crisis, the IEA estimates that 75 million people that recently gained access to electricity are likely to lose the ability to pay for it, and that 100 million people that have gained access to cooking with clean fuels may forgo it on cost grounds, returning instead to the use of traditional biomass.



Source: International Energy Agency (2022), World Energy Outlook 2022, IEA, Paris.

Eni as a local development player



WHY IS IT IMPORTANT TO ENI?

The Alliances for Development represent Eni's commitment to an equitable energy transition towards global human development models to achieve global and sustainable human development accessible to all. Where it operates, Eni launches long-term community-based initiatives in collaboration with local Authorities and international development players to promote inclusive growth consistent with National Development Plans and the UN 2030 Agenda. One example is in Côte d'Ivoire, where a Local Development Programme has started with initiatives to promote access to improved cooking systems, education, community health, water and sanitation, and land conservation.

| NICOLA MAVILLA – MANAGING DIRECTOR ENI COTE D'IVOIRE |

2022 PROGRESS vs. Eni for 2021 commitments	SHORT-TERM COMMITMENTS (2023)	MEDIUM-TERM COMMITMENTS (2024-2026)	LONG-TERM COMMITMENTS (2030 AND BEYOND)
EDUCATION			
63,400 new students (out of an expected 23,000) benefit from enhanced services and schools built or improved by Eni initiatives ▲ REACHED	18,200 new students will benefit from enhanced services and schools built or improved by Eni initiatives	44,700 new students will benefit from enhanced services and schools built or improved by Eni initiatives	Ensuring access to quality and inclusive education for students from local communities
ACCESS TO WATER			
71,700 people (out of an expected 70,000) have access to clean and drinking water ▲ REACHED	49,600 people will have access to clean and drinking water	47,700 people will have access to clean and drinking water	Promoting access to clean and drinking water for local communities, including awareness-raising activities
ECONOMIC DIVERSIFICATION			
7,800 people (out of an expected 3,500) professionally trained and supported for economic empowerment ▲ REACHED	6,100 people will receive vocational training and support for economic empowerment	20,000 people will receive vocational training and support for economic empowerment	Promoting training and professional support activities to foster employment and economic activities
COMMUNITY HEALTH			
120,000 people (out of an expected 100,000) with access to improved health services ▲ REACHED	200,000 people will have access to improved health services	280,000 people will have access to improved health services	Protecting and promoting the health of local communities with a focus on strengthening health systems

POLICIES AND OTHER REGULATORY INSTRUMENTS

Eni's Statement on Respect for Human Rights; Alaska Indigenous Peoples Policy; Eni's Code of Ethics.

MANAGEMENT AND ORGANISATION MODELS

Sustainability contact person at local level, who interfaces with the Company headquarters to define Local Development Programmes in line with national development plans integrating business processes. Application of the ESHIA (Environmental Social & Health Impact Assessment) process to all business projects. Stakeholder Management System platform aimed at managing and monitoring relationships with local stakeholders and grievances. Sustainability management process in the business cycle and design specifications according to international methods (e.g. Logical Framework).

FOR MORE INFORMATION

- ▶ [Eni for 2022 - Sustainability Performance](#)
- ▶ [eni.com](#)
- ▶ [Eni's Code of Ethics](#)
- ▶ [Eni's Statement on respect for human rights](#)
- ▶ [Seeds for Energy](#)
- ▶ [Energy for development](#)

INTEGRATING SUSTAINABILITY INTO BUSINESS

Sustainability is an integral part of all Eni's business activities since the early stages of entry in a new Country, along the entire life of the projects up to decommissioning activity. Eni's commitment to the **Just transition** passes through the adoption of different and gradual solutions, depending on the specific contexts and internal constraints of the host Countries. Eni strongly feels these imperatives: balancing the need to **ensure universal access to energy** for a growing population with the urgency of tackling climate change, accelerating the transition process towards a sustainable mix that is at the same time socially just. In promoting a Just Transition, it is therefore crucial to adopt different approaches between Countries with advanced economies and Countries with emerging economies, where the transition will be primarily about overcoming energy poverty also through the development of renewable energy. Eni tackles the energy challenge, wherever it is present and with whatever business, by acting to ensure access

to energy both with its own industrial projects and with projects dedicated to the development of local communities.

For communities' projects Eni uses a methodology for the definition of priority areas for local development intervention, in line with the SDGs, and which allows the identification of the objectives for the four-year Strategic Plan:

1. **knowledge of the Country's socio-economic, environmental and cultural contexts** through the application of internationally recognised instruments and the Global Multidimensional Poverty Index (MPI);
2. **direct or indirect involvement with local stakeholders**, which allows analysis of their requirements (and/or possible grievances), the understanding of local needs and expectations and the consolidation of mutual trust;
3. **analysis and mitigation of the potential impacts of activities** on the environment, health and people, including human rights, to identify critical issues, opportunities and risks;
4. **definition and implementation of Local Development Programmes** consistent with the Country Development Plans,

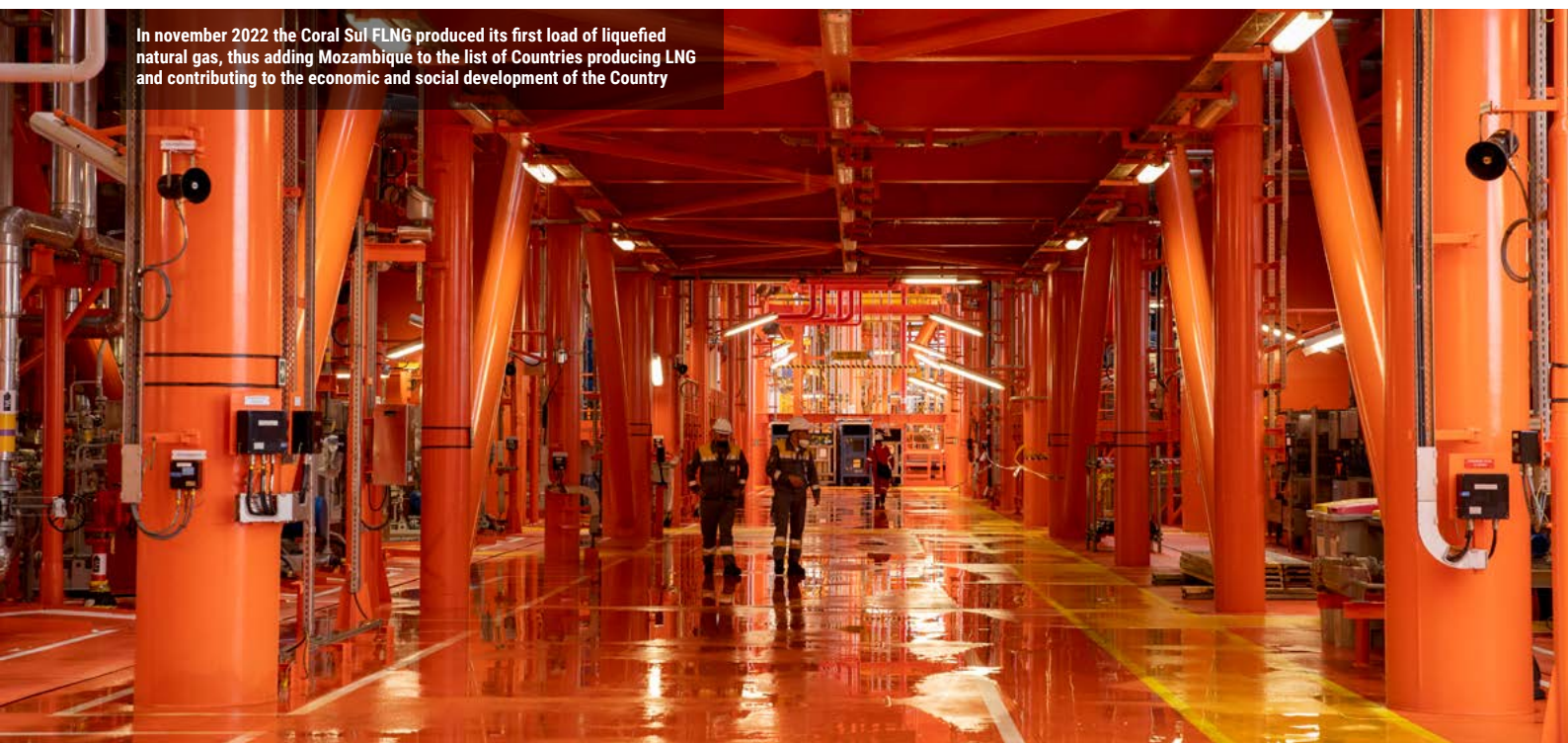
the 2030 Agenda, the Nationally Determined Contributions and local needs analysis;

5. **assessment and measurement of local development generated** ("learn and adapt") through the use of instruments and methodologies, both own ones and those developed in collaboration with academic institutions such as the Eni Local Content Evaluation (ELCE) and shared at an international level and adopted by Eni, such as the Logical Framework Approach (LFA), the results-based management approach and the project cycle management.

In this context, the **many collaborations** with national and international institutions, cooperation agencies and local stakeholders allow a useful approach to identify key interventions to reduce the needs of communities and contribute to improve their development. This approach makes it possible to materialize the commitments to a Just Transition in a path of anticipating of needs that could lead to a review of operational practices, for any Eni's activities, and also to the integration of new business purposes (e.g. agri-business in Congo).

Eni defines priority interventions for local development in line with National Development Plans, Nationally Determined Contributions and the 2030 Agenda by working with local stakeholders, institutions and cooperation agencies

In november 2022 the Coral Sul FLNG produced its first load of liquefied natural gas, thus adding Mozambique to the list of Countries producing LNG and contributing to the economic and social development of the Country



Access to energy

Access to energy is a necessary prerequisite for the satisfaction of primary needs

THE FIGHT AGAINST ENERGY POVERTY

Access to energy is a necessary prerequisite for the satisfaction of basic needs related to health, education, economic diversification and to support local businesses and create new job opportunities. The 2030 Agenda, especially the SDG No. 7, targets universal access to affordable prices, reliable and modern energy services. The target considers the aspects of access to electricity and access to clean fuels and technologies for cooking purposes. The fight against energy poverty is therefore the main challenge in the transition process towards a low carbon future, to which Eni contributes with its industrial activities and local development projects as an integral part of its business model. Energy access

initiatives include infrastructure for natural gas production and transport, LPG distribution, thermoelectric power plants, renewable energy plants and the distribution of improved cookstoves.

INFRASTRUCTURE FOR GAS

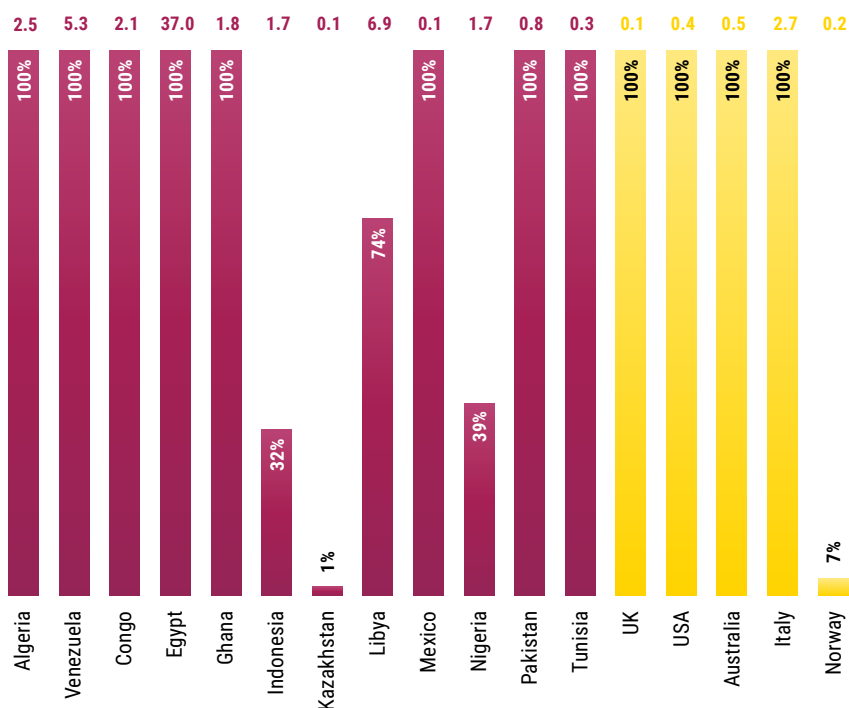
Eni invests in the construction of infrastructure to produce and transport the gas and a substantial share of the extracted gas is transferred locally to the Countries where the resource is produced, thus contributing to electricity generation and the economic and industrial development of the Country itself. In 2022, Eni supplied 77% of the gas produced from its fields to local markets, for a total of approximately 64 billion Sm³. Considering the African continent alone, the gas intended

for domestic markets is by about 90%. For example, in Egypt Eni supplied 37 billion Sm³ of gas to the local market; 61% of the gas produced in the Country is used to generate electricity (source: IEA), with Eni contributing 38,700 GWh/year of electricity or 28.6% of final consumption. In Libya, Eni supplied 6.9 billion Sm³ of gas to the domestic market where the share of gas used to produce electricity is about 78% (source: IEA), which brings Eni's contribution to the Country to over 50%.

LIQUEFIED LPG GAS

Eni contributes to SDG No. 7 also through the local distribution of LPG for domestic use. For example, during 2022, Eni produced about 1 million barrels in Egypt, which were totally distributed to the domestic market.

GAS SALES TO THE LOCAL MARKET* (bln Sm³/year)



64 bln

of Sm³ gas sold to local markets in 17 Countries

■ Non OECD
■ OECD

* Gross gas volumes operated by Eni. The % refers to the quantity left in the Country compared to the total produced

THERMOELECTRIC POWER PLANTS

With the construction of thermo-electric power plants in sub-Saharan Africa, Eni has contributed to improve access to electricity thanks to the increase of the capacity installed and the valorization of the associated gas to diversify the energy mix and increase the quality of the network and the affordability of electricity supply. In Nigeria, the Okpai power plant generated about 2,000 GWh of electricity in 2022. Natural gas produced by Eni's local plants was also supplied to the Omoku power plant, operated by a third party, with an installed capacity of 150 MW, for the production of 326 GWh of electricity. In 2022, therefore, Eni's total contribution to Nigerian electricity production was about 7.3%, calculated on IEA data. Also in Congo, the Centrale Électrique du Congo (CEC) in Pointe Noire, which started up in 2010, with a total capacity of 484 MW, produced 2,190 GWh of electricity

during the year, ensuring more than half of the Country's electricity production (IEA).

In Iraq, Eni is helping to provide access to reliable and secure energy with a Permanent Power Generation (PPG) Plant, with four gas turbines capable of generating a maximum electrical power of 600 MW. Two of the four gas turbines are dedicated to supplying energy to the national grid for the benefit of the local population, with a corresponding capacity of 300 MW.

RENEWABLE ENERGY

The **business of renewables** in 2022 reached an installed renewable installed capacity of 2.3 GW, doubling last year's result. To contribute to the energy transition also in non-OECD Countries, Eni is increasing photovoltaic installations, both for self-consumption and to provide electricity to local communities enabling CO₂ reduction. The current installed capacity for this type of plant is 41 MW, of which 21.5 MW is off-grid. Two examples of this are: (i) the Abu

Rudeis plant (6 MW) in Egypt connected to Eni's facilities, which avoids the use of electricity from the Egyptian national grid and (ii) Tatouine (10 MW) in Tunisia, inaugurated at the end of 2022, provides the national grid with 20 GWh per year of energy, equivalent to a saving of 6,500 tonnes of CO₂ per year.

CLEAN COOKING

Through local development projects, Eni also promotes access to modern cooking solutions for vulnerable households through the replacement of traditional cookstoves with improved models that help reduce household pollution, limiting people's health problems and reducing CO₂ emissions. Furthermore, it supports entrepreneurship at local level, contributing to business start-ups and creating new jobs. In 2022, the production and distribution of 25,643 improved cookstoves in Côte d'Ivoire, Ghana and Mozambique was achieved, benefiting about 128,000 people.

Eni helped increase access to electricity in Congo and Nigeria

25,643

improved cookstoves produced and distributed in Sub-Saharan African Countries

FOCUS ON

Clean cooking in Côte d'Ivoire

CONTEXT: 60% of the population in the Country still uses traditional methods to cook food, requiring large amounts of woody biomass and with serious health consequences due to the fumes emitted by combustion.

PROJECT AND OBJECTIVES: in April 2022, a project was launched to promote the distribution of improved cookstoves, produced by a local company, which reduce biomass consumption and associated emissions. This environmental benefit results in the generation of carbon credits (Verified Carbon Units - VCUs) certified by international standards that will offset the residual Scope 1+2 emissions of the Baleine development. It is planned to distribute at least 70,000 cookstoves in 3 years (2022-2024) reaching about 350,000 people, and over 150,000 cookstoves in 6 years, generating 2 million VCU.

RESULTS: in 2022, more than 20,000 cookstoves were distributed in just six months, reaching more than 100,000 people in the Gbêkê region. Another 25,000 will be distributed in 2023. Furthermore, thanks to the project, the local producer increased its production capacity by 150% by purchasing new machinery and hiring five new workers.

Goly Amoin Lea, a project beneficiary from the Sakassou prefecture, prepares dinner with her new improved cookstove



Context analysis and Stakeholder engagement

Particular attention is paid to the analysis of women and vulnerable groups

UNDERSTANDING THE LOCAL CONTEXT

For the definition of an effective local development strategy, Eni starts with an in-depth knowledge of the context in which it operates. Depending on the level of maturity of its presence in the Country, different types of analysis are developed to support the various stages of the business and at the same time to understand the real needs of local communities. The main issues more closely examined are Nutrition and Food Security, Education, Health, Access to Water and Sanitation, Access to Energy and Clean Cooking; furthermore, National Development Plans are analysed, which are also necessary for identifying potential synergies and collaborations with strategic national and international players. Particular attention is paid to analysing the

status of women, identifying the most critical geographical areas and vulnerable groups. With regard to local context analyses, the Global Multidimensional Poverty Index, which compares acute poverty for more than 100 Countries in terms of access to education, health and standard of living, is a constant reference for acquiring information on the deprivations affecting the poorest segments of the population residing in a specific region. Furthermore, a pilot project was launched in 2022 to survey the multidimensional poverty index at the local level in a Sub-Saharan African Country. All these analyses provide a more complete view of the specific context and are instrumental in defining the most appropriate local development projects for meeting local needs and creating long-term value.

RELATIONSHIP WITH STAKEHOLDERS

The knowledge of the context implies the involvement of local stakeholders to understand their needs and expectations, to analyse their requests and to establish a relationship of mutual trust, collaboration and transparency. To better manage relations with local stakeholders, Eni has equipped itself with the Stakeholder Management System (SMS) application, which maps stakeholder relations, monitors the progress of projects, the results achieved, and tracks grievances received, i.e., complaints or grievances relating to accidents or damage or other real or perceived environmental or social impacts caused by Eni's activities or those of its contractors or suppliers.

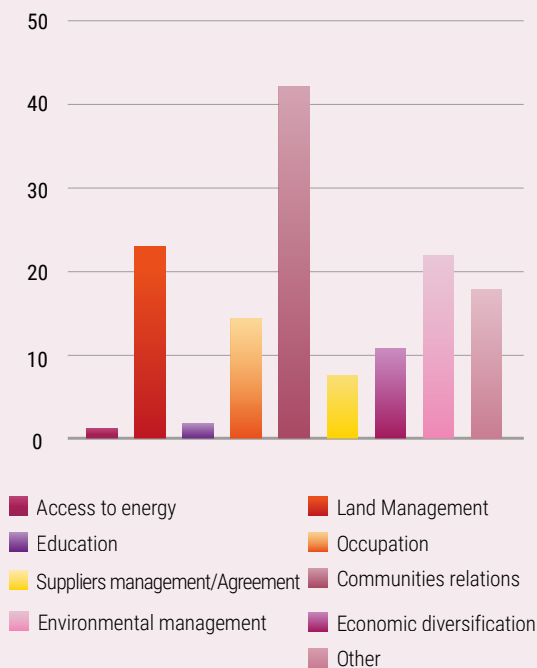
FOCUS ON

Grievance management

GRIEVANCE MECHANISM PROCESS: subsidiaries are responsible for developing the Grievance Mechanism management process, analysing and agreeing the solution with complainants, whether individuals or communities, by virtue of their improved context knowledge, allowing for appropriate channels of access, and specific modes for of dialogue and management of any conflict. In the design of the mechanism, Eni companies conduct consultations with local communities, especially indigenous peoples, in cases of relocation of the same communities and in cases where, from knowledge of the context or previous activities, it is assumed that a large number of grievances will be received. The subsidiaries may also request feedback from the claimants involved on the level of satisfaction with the process operation. Eni also requires its suppliers, contractors and subcontractors to make their own Grievance Mechanism available to the workers and communities they interact with on behalf of Eni.

GRIEVANCE MANAGEMENT: all grievances, monitored both centrally and at the subsidiary level from their receipt to resolution, are classified by issue and relevance and mapped according to: resolution status, management timeliness, recurrence of associated issues and their possible evolution towards litigation. There were 141 grievances received during the year, of which 61 (or 43%) have already been resolved with a proposal agreed between the parties. Complaints mainly related to: community relations management (most recurrent category), environmental management, land management, employment development, economic diversification.

GRIEVANCE BY ISSUE (number)



Impact Analysis and Human rights in communities

IMPACT ANALYSIS

Eni is committed to preventing possible negative impacts due to its presence by carrying out studies that comprehensively assess impacts (ESHIA), conducted before starting any kind of operation. These analyses provide an understanding of the impacts of projects, according to various aspects and viewpoints ranging from environmental to health, social and human rights implications, and aim to reduce risks and increase opportunities for all stakeholders.

HUMAN RIGHTS IN COMMUNITIES

In 2018, Eni adopted a risk-based prioritisation model that classifies upstream business projects according to potential human rights risk, which was then extended from 2020 to the evaluation of **renewables projects**. Projects considered to be at higher risk are the subject of specific studies, Human Rights Impact Assessment (HRIA) and Human Rights Risk Analysis (HRRRA), which include a preliminary analysis of the local context and the possible engagement of "right holders". Through these studies,

potential negative impacts, recommendations and prevention and management measures are identified and translated into concrete Action Plans. In 2022, such studies were conducted on agri-feedstock projects in Kenya and Congo, where Eni has launched a series of initiatives to develop the supply chain of high-quality biofuels produced from raw materials obtained from marginal land, which are not in direct competition with food and fodder crops. Considering the large number of agri-processing plants and agri-hubs that will be built, Eni estimates that these projects will have a significant positive impact on communities, involving thousands of farmers, and that the benefits will affect more than one million households (from 2027) living in difficult African contexts. In the development of such projects, it is essential to manage from the outset, the elements capable of generating critical issues and negative impacts such as, for example, potential competition with food production, farmers' working conditions, land and value chain management and reputational risk due to the ab-

sence of adequate involvement of all stakeholders. Furthermore, in 2022, HRIA and HRRRA Action Plans were also implemented on exploration projects in Angola, the United Arab Emirates, Albania and Oman.

Projects which present a high risk on human rights are subject to a Human Rights Impact Assessment (HRIA)



FOCUS ON

Relations with indigenous peoples

CONTEXT: in some Countries, such as Australia and Alaska, Eni operates in areas where there are indigenous peoples, towards whom it has adopted specific policies to protect their rights, culture, traditions, institutions and links with their homelands. In its **Eni's Statement on respect for human rights**, Eni has made specific commitments to indigenous peoples and manages the relationship in compliance with international and local norms governing their involvement and prior, free and informed consultation.

ACTIVITIES: in Australia's Northern Territory, having activities in the Wadeye community, Eni regularly interfaces with local administrative bodies that protect the rights of Aboriginal peoples, implementing local development and environmental conservation projects; In Alaska, activities are conducted in the northern end of the Country, North Slope, where native peoples live on subsistence activities (hunting and fishing). In 2020, Eni adopted a policy on respecting the rights of indigenous peoples, renewed in 2021, in the conduct of its activities and operations in Alaska, with the aim of making specific commitments to the villages located near its operations, as well as to the cooperatives and corporations that supply goods and services to the companies operating in the territory. During the year, there were no reports through local grievance mechanisms on human rights issues.

Local Development Programme

The Local Development Programme (LDP) envisage activities, defined in coherence with the National Development Plans, and contribute as a whole to the achievement of the ob-

jectives set by the Country in relation to the 2030 Agenda and the Paris Agreement (Nationally Determined Contributions - NDCs) to improve the well-being of local communities.

The Programme is divided into five action lines: 1) stakeholder engagement; 2) human rights; 3) local content; 4) land management; 5) local development projects.

THE FIVE ACTION LINES OF THE LDPs

- 1 **HUMAN RIGHTS IN COMMUNITIES**
Commitment to ensuring that its activities do not adversely impact the lives of people affected by its business activities, using a risk-based model to classify business projects.
- 2 **LAND MANAGEMENT**
Project development may require the acquisition and/or use of land (or waters) and the subsequent physical and/or economic displacement. It is necessary to minimise the socio-economic impacts on their lives by limiting as far as possible the loss of assets or access to assets, which generates the loss of income or livelihood resources.
- 3 **LOCAL CONTENT**
A tool that supports dialogue with local Authorities and provides a useful assessment to guide investment decisions to promote local development, represents the added value brought to the Countries on three lines of action: transfer of skills and knowledge; activation of local economic sectors in the supply chain; interventions to foster growth and diversification of the local economy.
- 4 **STAKEHOLDER ENGAGEMENT**
Eni tracks and examines all requests received by its stakeholders in order to implement development initiatives, shared with local communities, and consistent with sustainable development. Key elements in the process are openness to listening, mutual exchange, inclusion, understanding of stakeholders' points of view and expectations as well as sharing of choices and decisions.

5 - LOCAL DEVELOPMENT PROJECTS IN 6 SECTORS OF INTERVENTION -



ACCESS TO OFF-GRID ENERGY

Promoting local production and marketing of certified, quality cooking systems, by creating employment opportunities and local micro-entrepreneurship and replacing traditional cooking systems with more modern ones.



LIFE ON LAND

Enhance and protect the local natural heritage, also with support activities to waste management for communities e restore the ecosystem with reclamation activities focused on recovering the native vegetation.



ECONOMIC DIVERSIFICATION

Promoting food security, the development of entrepreneurial, agricultural, fishing and infrastructure activities, in a long-term perspective, favouring the creation of new job opportunities for people and businesses, the empowerment of women and young people.



ACCESS TO WATER AND SANITATION

Ensuring the availability and sustainable management of water and sanitation for the local population.



EDUCATION

Promoting equitable and inclusive access to quality education and learning opportunities.



COMMUNITY HEALTH

Promoting access to health and combating the spread of disease through prevention and treatment.

FOCUS ON

Local Development Programme in Côte d'Ivoire

Eni has been present in Côte d'Ivoire since the 1960s; in 2015, it resumed operations in the Country by acquiring several offshore exploration blocks which led to the discovery of the Baleine oil and associated gas, which will be the first Net Zero development in Africa (Scope 1+2), through the use of the best available technologies to minimise GHG emissions and a combination of residual emissions offsetting initiatives, through improved cookstoves distribution projects and forest resource conservation. To accompany the project, in December 2021, Eni signed a Memorandum of Understanding (MoU) with the Government to promote sustainable development and Eni's decarbonization strategy in the Country. In 2022, the Local Development Programme was drafted and the first projects were launched.

THE LDP FIVE LINES OF ACTION IN CÔTE D'IVOIRE

- 1 **Human rights:** the prioritisation model assessed phase 1 of the Baleine project as "medium" risk, so specific measures were taken to prevent and manage potential negative impacts: such as respect for human rights by third-party workers and contractors and impacts on community rights in land management processes. Workers' rights clauses have been included in the contracts of major suppliers and measures for vulnerable groups have been included in the impact management plan.
- 2 **Land Management:** the optimisation of the impacts related to the installation of the pipeline to transport gas from the offshore site avoided any kind of physical displacement, limiting the impacts to economic activities only. An action plan developed with the support of the Bureau National d'Etudes Techniques et de Développement and formulated in accordance with Eni policies and the Performance Standards of the International Finance Corporation has been prepared to manage these impacts. The plan outlines actions to assess the impacts on the local population and coastal communities and to establish appropriate compensation and indemnification measures. In 2022, 847 of the 1,662 people affected by the project were compensated.
- 3 **Local content:** Eni's Local Content strategy is in line with national law. In December 2021, an MoU was signed with the Institut National Polytechnique Felix Houphouët Boigny for the joint development of vocational training activities for local people, which was followed by two specific agreements, launched in 2022, for a technical training programme for operators and maintenance personnel for offshore production and for the implementation of two upstream and downstream Master's degree courses. In 2023, the **Eni Local Content Evaluation** model will be applied to assess the socio-economic impact of the activities in the Country, quantifying the direct, indirect and induced effects of Baleine's development, and highlighting the economic and social benefits.
- 4 **Stakeholder Engagement:** in 2022, Eni engaged key local stakeholders, including Government institutions and supervisory bodies, civil society, research centres and academic institutes, contractors, suppliers, business partners and local communities, with the public consultations and surveys required by the ESHIA to analyse any critical issues. The main requests that emerged concern the strengthening of public services (e.g. schools, hospitals), the recruitment of local labour and the mitigation of potential negative impacts on livelihoods and the environment.
- 5 **Local Development Projects:** the sectors identified for interventions are as follows:


ACCESS TO OFF-GRID ENERGY

In April 2022, a project was launched to distribute at least 70,000 improved cookstoves over three years
Clean cooking in Côte d'Ivoire.


ECONOMIC DIVERSIFICATION

Support to micro-entrepreneurship and professional integration for at least 150 young people by 2023.


COMMUNITY HEALTH

Improving the health system by focusing on prevention, infection control and maternal and child nutrition. It is estimated that around 200,000 people will have access to improved services.


EDUCATION TIMELINE and GOAL

September 2022-August 2025. Promote access to quality education and help improve learning for students of primary schools located in Port-Bouët (Abidjan) and in the Sud-Comoé region.

ACTIVITIES AND BENEFICIARIES: 20 schools will be subject to renovation to ensure access to basic services (water, electricity, sanitation). The project it also provides for the supply of school material, the organization of remedial courses, the promotion of education in the community by involving families and the strengthening of teachers' skills and of the ministerial supervisory bodies. The renovations, inaugurated in December 2022 in the first 8 schools, will be completed in all the 20 schools in 2023. In 3 years the beneficiaries will be 8,500 primary school students, 120 teachers and 2,000 parents.

Students in the primary school of Petit Bassam benefit from the new desks and schooling material provided



Local Development Projects

€328 mln

planned investments for local development for the 2023-2026 period

€76.4 mln

investments for local development

PROJECTS IN THE WORLD

Eni defines and implements interventions to support local populations, oriented to promote global human development, which support access to essential rights such as energy, water, food, education and health and are developed in **collaboration with various players**, including institutions, local stakeholders and international players to pool resources and human capital. Furthermore, Eni implements initiatives aimed at economic diversification (e.g. agricultural projects, access to micro-credit, promotion of entrepreneurial and infrastructure activities), land protection and vocational training to create new employment opportunities. In defining and implementing projects, Eni also adopts instruments and methodologies in line with the main international standards; e.g. the Logical Framework Approach is used to structure interventions on the territories and the Monitoring, Evaluation and Learning management instrument to monitor them and, if necessary, revise them to maximise benefits for communities. In

line with international standards, Eni is reinforcing the gender perspective within the project cycle by ensuring its adoption in the technical assessment phase, as, for example, for the Cabinda integrated project in Angola, where it had already been considered in the context analysis to identify inclusive interventions geared towards meeting the needs of all.

SOME EXAMPLES OF INITIATIVES IN 2022

The various initiatives implemented in 2022 in support of a Just Transition include those in Côte d'Ivoire, Mozambique, Ghana and Angola to promote access to clean cooking, in Kazakhstan for the refurbishment and **energy efficiency of a school**, in Indonesia initiatives for access to water and renewable energy. During the year, Eni promoted the right to education in Congo, Ghana, Iraq, Mexico, Mozambique and Egypt where the Company also inaugurated the Zohr Applied Technology School with the aim of significantly increasing the number of young

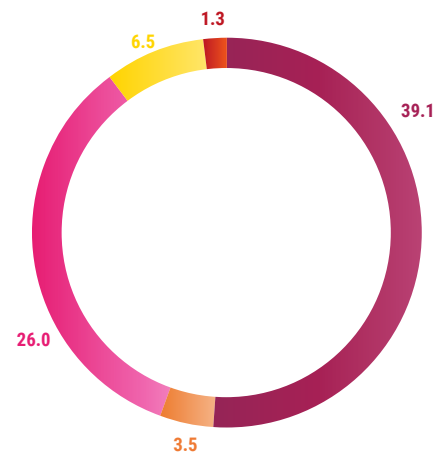
people with adequate technical and professional skills in terms of energy and technological. Special attention is paid to projects for **health improvement**, for example, in Angola, Libya and Tunisia. In Iraq and Nigeria, projects have contributed to improving access to water for local populations; circular economy projects were also developed, such as the canteen waste composting project under CATREP in Congo, to education, training, economic diversification and entrepreneurship development (Ghana, Egypt and Mozambique). Furthermore, the promotion of entrepreneurship is also supported through Joule, which supported six startups from Kenya and Uganda by giving them the opportunity to present their business proposals to investors and mentors and to discuss energy transition issues. In Iraq, the Sustainable Agri-Energy initiative was launched in cooperation with UNIDO and LVenture Group to develop an entrepreneurial mindset and formulate innovative ideas and projects in the water, energy and agricultural sectors.

LOCAL DEVELOPMENT INVESTMENTS (€ mln)



- Compensation and resettlement
- Access to water and sanitation
- Education and vocational training
- Community health
- Access to off-grid energy
- Economic diversification
- Life on land
- Total

LOCAL DEVELOPMENT INVESTMENTS BY GEOGRAPHIC AREA (€ mln)



- Africa
- Asia
- Italy
- Americas
- Rest of Europe

FOCUS ON

Education access initiatives

APPROACH: Eni promotes the right to education in Congo, Ghana, Iraq, Mexico, Egypt and Mozambique in line with the Human Rights Based Approach (HRBA) methodology which recognises and aims to empower all beneficiaries of development projects as rights holders and to strengthen the capacity of States and other duty bearers to respect, protect and enforce human rights.

ACTIVITIES: projects, carried out in cooperation with national Governments and in line with ministerial plans, contribute to increasing the availability of training provided by qualified personnel. Depending on the context, the infrastructures created are equipped with different services (drinking water, solar electricity, canteens, separate toilets for boys and girls, laboratories, extracurricular activities and scholarships). To promote access to education, an inclusive approach is adopted right from the construction/renovation stage of schools, adapting them to the needs of children with disabilities and the different needs of girls and boys. Eni also promotes a sense of ownership to the school and contributes to strengthening the responsibility of parents and communities on various issues such as child protection, education, sports, environment, nutrition, health, hygiene, equal opportunities, etc. Furthermore, using the HRBA approach, the activities aim to make teachers aware of their educational duty by enhancing their capacities to ensure the protection of children's rights and inclusiveness.

RESULTS: in the various Countries where it operates, in 2022 Eni supported the training of 593 national school officials (teachers, school managers and headmasters) to improve their professional and transversal skills, including child protection practices and teaching methodologies for children with disabilities. The schools benefiting from this approach showed a higher school attendance rate than the national average (source: World Bank): Mexico 100% vs. 95%, Republic of Congo 90% vs. 88%, Ghana 100% vs. 86%, Mozambique 98.5% vs. 94%.

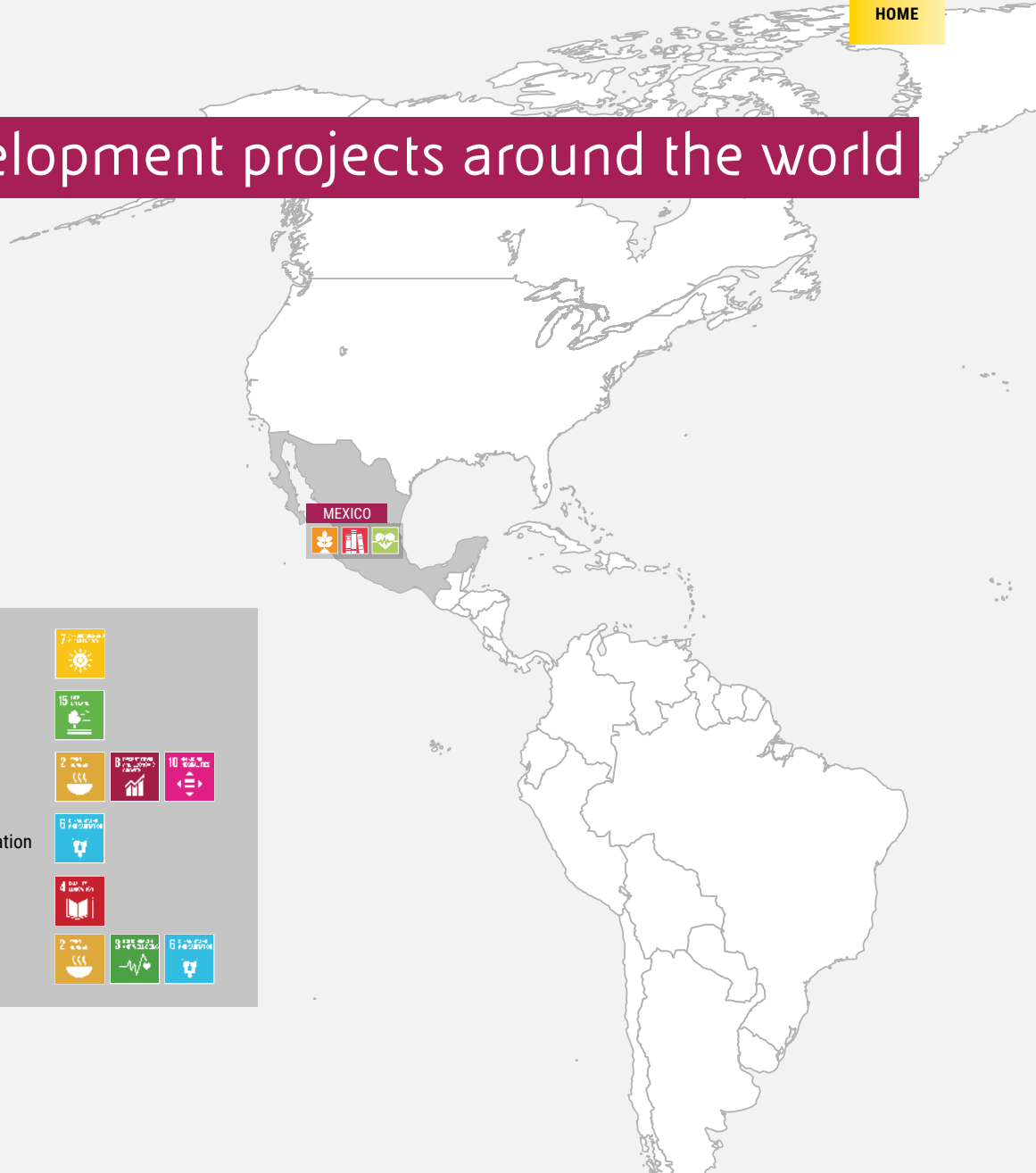
AN EXAMPLE IN MOZAMBIQUE: within the Integrated Education Project in the province of Cabo Delgado, Eni has built two primary schools in the communities of Paquitiquete. In these two new schools, as well as in kindergartens of Santo Agostinho and in the Jardim Infantil of Pemba, meals were distributed daily. In elementary schools it was also provided educational materials, distribute school supplies, the toilets were improved and initiatives were held to raise awareness on various topics such as engagement parents active in the educational activities of the children, road safety, civic education, environmental issues and child protection. In total more than 4,000 children, of which 50% girls, have benefited from the improved educational services in these elementary schools (1,390 new in 2022), while more than 150 teachers and school staff (90 in 2022) have undergone training courses aimed at improving their performance professional. Finally, 348 adults took courses of literacy. Furthermore, in partnership with the Institute Superior Don Bosco (ISDB) and the Industrial Institute and Commerciale of Pemba (IICP) and in collaboration with "Colleges and Institutes Canada", Eni is supporting a technical training professional programme in order to initiate their students to practice of specific professions (tourism and hotel). In addition to having guaranteed, from the beginning of the project, the training and certification of a total of 90 teachers and managers of the IICP, in 2022 Eni created and equipped a laboratory that benefited 667 male and female students who attended the courses professionals, 150 of whom received scholarships by Eni.



The educational activities carried out by Eni in Pemba, Cabo Delgado province, commenced in 2013 and continued also in 2022



Local development projects around the world



SECTORS OF INTERVENTION

	Access to off-grid energy	
	Life on land	
	Economic diversification	  
	Access to water and sanitation	
	Education	
	Community health	  

ACCESS TO OFF-GRID ENERGY

KAZAKHSTAN ENERGY EFFICIENCY

OBJECTIVE: to help ensure access to clean and sustainable energy through the installation of solar panels and other energy efficiency measures at a secondary school in the Turkestan region.

RESULTS AND BENEFICIARIES: contributed to the installation of a 50 kW photovoltaic system, which reduced electricity costs and carbon emissions by 20%. Thermostats and energy saving insulation film were installed, an educational awareness campaign was also conducted for students and school personnel with seminars on energy efficiency and energy renewable sources, and distribution of information material. The seminars had an audience of 1,400 people: 1,200 students and 200 teachers. Project beneficiaries: 1,900 students.

ECONOMIC DIVERSIFICATION

EGYPT AGRICULTURAL PROJECT

OBJECTIVE: improve the living conditions of the Bedouin communities of Meleiha, through the sustainable management of natural resources.

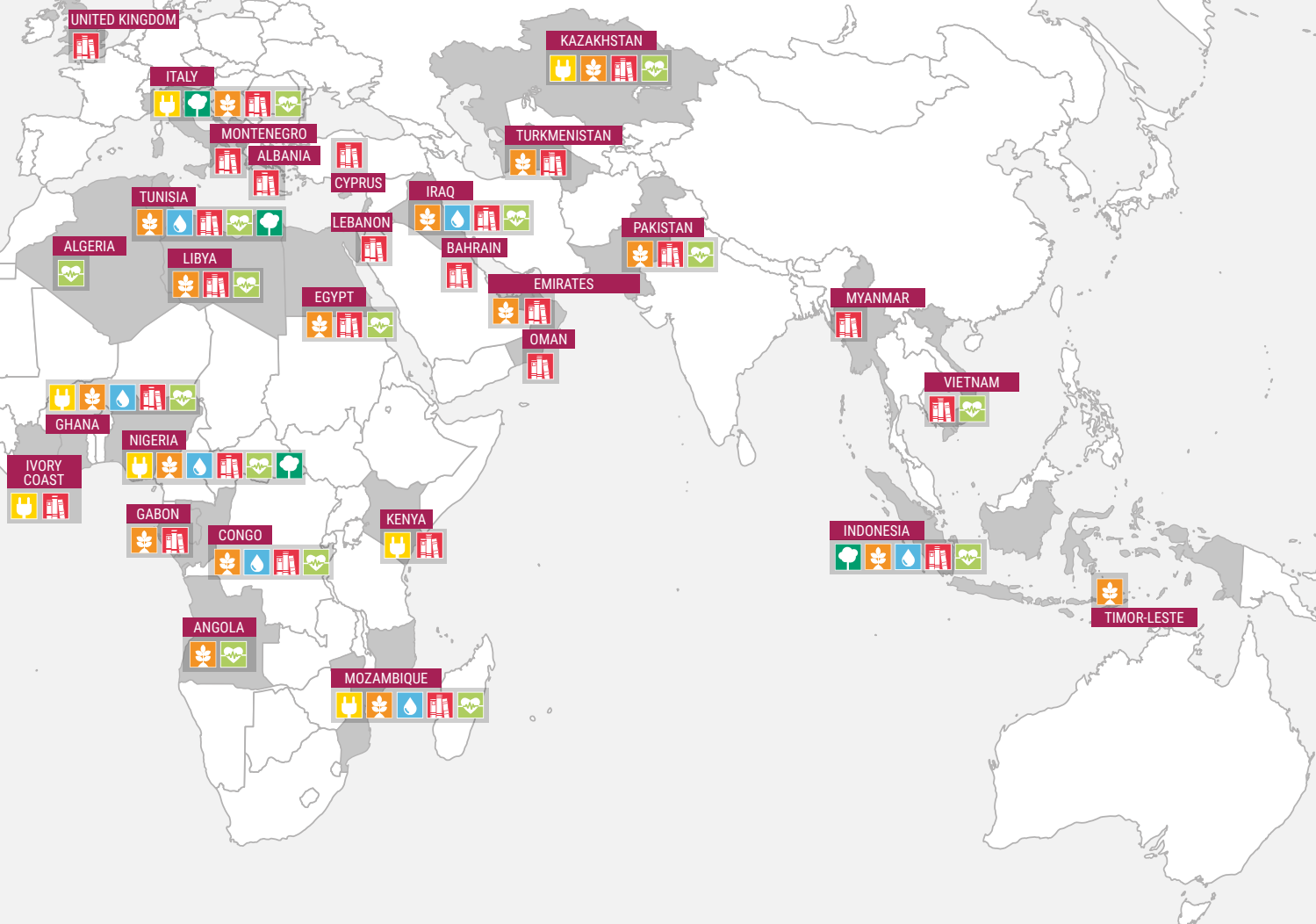
RESULTS AND BENEFICIARIES: at the end of 2022, 214 people achieved access to improved irrigation systems, 140 people improved access to drinking water and 45 women participated in the literacy programme. It is planned to increase the productivity of land and to improve water management with 50 cisterns, 15 wells and 20 reservoirs. At agricultural level, activities will focus on optimising women's skills and economic empowerment. Expected beneficiaries: 604 families of which 450 farmers/breeders and 200 women involved in literacy courses.

LIFE ON LAND

NIGERIA - AWARENESS-RAISING AND TRAINING

OBJECTIVE: raise awareness of the risks associated with potential pollution from oil spills, provide training on human rights and support communities in developing sustainable agricultural practices.

RESULTS AND BENEFICIARIES: awareness campaigns were organised on human rights instruments and legislation, involvement in media campaigns on the risks of oil spill pollution, awareness was raised in communities on child protection issues and processes and people's food security was monitored. The beneficiaries of this project are 72 rural communities in the state of Bayelsa with a total of 43,200 direct beneficiaries.



ACCESS TO WATER

INDONESIA - ACCESS TO DRINKING WATER

OBJECTIVE: to improve the quality of life of local communities through the supply of drinking water in the Muara Jawa and Samboja districts of East Kalimantan Province.

RESULTS AND BENEFICIARIES: to provide local communities with access to water, the project drilled four wells, supplied four reservoirs and five water pumps/engines, and installed a 772-metre water pipeline. The project reached 1,600 beneficiaries in the Muara Jawa and Samboja districts. Awareness was also raised in the local community on good practices for well maintenance, the importance of access to clean water and proper hygiene practices to create greater awareness among the beneficiaries.

EDUCATION

MEXICO - SUPPORT TO EDUCATION

OBJECTIVE: to help ensure quality, effective and inclusive long-term primary education for students, aged between 6 and 14 years, in 13 schools in School Zone 46, in the municipality of Cardenas, Tabasco state (1,500 students).

RESULTS AND BENEFICIARIES: 2 refurbished school infrastructures. Beneficiaries: 335 new students. 14 awareness-raising events held for parents, including a Parents' School that assists them in understanding different aspects of their children's growth, development, education and socialisation. Over 800 extracurricular activities organised for the most vulnerable children. 10 events held to promote school participation; constant involvement of teachers in officially recognised training activities.

COMMUNITY HEALTH

IRAQ - ACCESS TO ONCOLOGY HEALTH SERVICES IN BASRA

OBJECTIVE: to support, develop and improve quality health services in Basra, with a focus on cancer care.

RESULTS AND BENEFICIARIES: construction work on the New Nuclear Medicine Centre continued and a machine for oncological and cardiological diagnostics (Cyclotron) was installed. Furthermore, construction continued on the new paediatric oncology wing of the Children's Oncology Hospital in Basra. Thanks to previous renovations and the construction of the new wing, the facility will offer 30 additional beds and new examination rooms. The beneficiary will be not only the population in the Basra area, but the entire population of southern Iraq, estimated at around 9,000 adults and 3,000 children.

€6.5 mln
invested in Italy

PROJECTS IN ITALY

Eni works in Italy to promote local development by collaborating with private entities, third sector organisations and local institutions. In the area of economic diversification, Eni has developed several initiatives to promote local startups both by providing co-working spaces ▶ **“coLABoRA” initiative - in Italian only**), as well as with entrepreneurship training programmes such as the “Cresco Award” for students in Romagna and by providing economic incentives to new business initiatives. For example, in Ravenna, in 2022, in collaboration with Mind the Bridge, Joule launched the ORa! - Outpost Ravenna for

Energy Transition project, which aims to support the energy transition of local businesses through technological innovation, while in Basilicata, in synergy with the Agricultural Centre of Experimentation and Training (Centro Agricolo di Sperimentazione e Formazione - CASF) project, it promoted the development and application of innovative technologies in the AgriTech and Agri-energy sectors. In the **agricultural sphere**, in the CASF project Eni developed various training activities involving hundreds of students and agricultural operators in the area; with Coldiretti, the promotion of the activities of local companies continued through sup-

port for the improvement of agricultural logistics, training activities and certification of the Lucanian companies involved. Eni also promotes environmental sustainability activities for the protection of the territory, as in Ravenna, and to support environmental monitoring at its operational sites in Basilicata, Sannazzaro and Taranto. In the field of **education**, together with Fondazione Eni Enrico Mattei and the Associazione Nazionale Presidi, Plenitude launched the “Più conosco, meno consumo” (The more I know, the less I consume) initiative to promote the culture of energy sustainability for students in 12 schools across the Country.

FOCUS ON

The transformation of the Gela biorefinery and the benefits for the territory



GELA CONTEXT and PROTOCOL: industrial transformation is an example of regenerative circular economy that not only supports the decarbonization and diversification process, but also continues to support the Gela territory where Eni has been present for over 70 years, thanks to a series of interventions that have had significant employment, economic and social repercussions on the territory. The path was accompanied by discussions with Institutions, Trade Unions, Confindustria and all social partners, leading in 2014 to the signing of the Memorandum of Understanding with an investment of €2.2 billion.

INDUSTRIAL DEVELOPMENT: the plant, which started up in 2019 with a processing capacity of up to 750,000 tonnes/year, can progressively process high quantities of used and fried vegetable oils, animal fats, and waste/residues and vegetable oils from crops not competing with the food chain to produce high-quality biofuels. From 2021, thanks to technical interventions, the biorefinery has been able to use up to 100% biomass, using edible oils, fats from fish processing and meat produced in Sicily, with the aim of creating a zero-kilometre circular economy model to produce hydrotreated vegetable oil (HVO).



EMPLOYMENT DEVELOPMENT: Eni is committed to preserving the employment and skills conversion of employees and to safeguard employment levels (including indirect employees). Today, almost 400 people work in the biorefinery: over 450 workers have been redeployed to support the development of new activities of Eni and other Group companies in the Gela area and about 200 people have been permanently relocated to other Eni sites outside Sicily or supported with solutions to facilitate their retirement. To support employment levels, the creation of the **Safety Competence Centre (SCC)** was fundamental. The SCC has also fostered professional retraining in the fields of health and safety, and over the years it has trained around 160 specialists in HSE supervision and control activities for Eni's operating activities in Italy and abroad.

TERRITORY DEVELOPMENT: the Protocol envisages an investment of around €32 million to promote local development initiatives in support of the Gela community. In addition, Eni supports the Region of Sicily and the Municipality of Gela in the implementation of sustainable development initiatives in the renewable energy sector and for urban and cultural redevelopment works in the town which include, among others, interventions to enhance the town's archaeological and artistic heritage.

Local Content and its evaluation

Local Content for Eni is the added value brought by its activities and projects to the socio-economic context of the host Country, in terms of development of the local workforce, industrial and technological development, transfer of skills and enhancement of local communities and their cultural heritage. Eni's approach focuses on three intervention lines: (i) skills and knowledge transfer, through training and development of local people, particularly in energy and technological innovation; (ii) involvement of the local procurement chain, to increase the level

of competitiveness of local companies and increase their capacity to support Eni's activities; (iii) local development programmes to support communities to foster growth and economic diversification.

For Eni, the development of the workforce and local procurement chains is a priority within the integrated business model. This is why Local Content is a key issue, even in Countries where there are no minimum requirements dictated by local legislation or agreements with Authorities. Since 2016, Eni has been using the Eni Local Content Evalua-

tion (ELCE) model, validated by the Milan Politecnico, to get a quantitative view of the impact of its activities on the Country of presence, measuring the impacts generated, in terms of benefits brought to the economy, society and local communities, over the entire life of a development project or production site.

The application of ELCE is spreading across various contexts and industries, expanding the areas of interest, such as CCS Ravenna Phase 1, analysed during 2022, and the Congo LNG and Baleine projects in Côte d'Ivoire.

	DIRECT EFFECT	INDIRECT EFFECT	INDUCED EFFECT
IMPACTS ON PRODUCTION	Eni's local purchases: increased production due to purchases made directly by Eni through national suppliers	Local purchases along the supply chain: increase from production due to purchasing from Eni's suppliers through national suppliers	Consumption: expenditure on goods, works and services generated by wages paid by Eni and its entire supplier chain Value of production of goods, works and services provided by the national economic system to meet the consumption demand generated by wages paid
IMPACTS ON EMPLOYMENT	Local FTEs employed by Eni in business activities and related wages	Local FTEs employed along the supply chain and related wages	Local FTEs associated with induced production and related wages
IMPACTS ON TAX REVENUE	Local taxes: taxes paid by Eni to the Country	Local taxes along the supply chain: taxes associated with production of goods and services along the supply chain	Local taxes associated with induced production

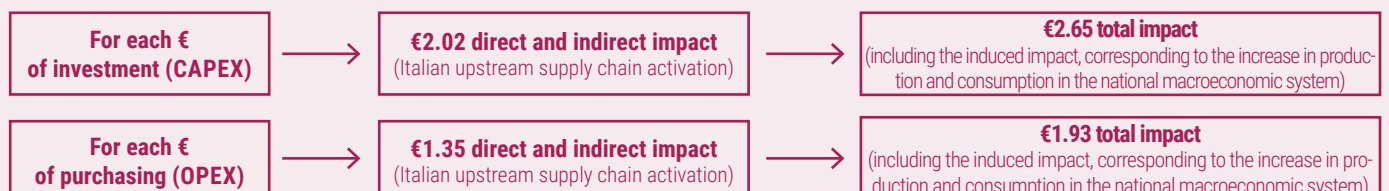
FOCUS ON

Application of the ELCE model in Ravenna

CONTEXT: phase 1 of the Ravenna CCS project envisages the capture of 25,000 tonnes of CO₂ from the Eni power plant in Casalborsetti, transported, through existing pipelines, to the depleted gas field in Porto Corsini and its injection into it for permanent geological storage. The project obtained permits for CO₂ storage at the beginning of 2023 and the injection start-up is scheduled for early 2024.

STUDY: in 2022, the ELCE model was applied in a study of the economic impacts generated by the project both during the Construction period (which lasted 2 years) and during a 6-month Operation period.

RESULTS: the analysis showed that purchases made directly by Eni only concern Italian suppliers and therefore the impacts on production fall 100% on the national territory. On an economic level, the results of the study can be summarised as follows: for every euro spent in the Construction phase (Capex), the project generates an impact of approximately €2 on production, considering only direct and indirect effects. The impact increases to about €2.65 when including induced effects. Similarly, for the period of Operation of the plants, for every euro spent there are spin-offs of about €1.35 directly and indirectly and about €2 including induced effects.



Partnerships for development

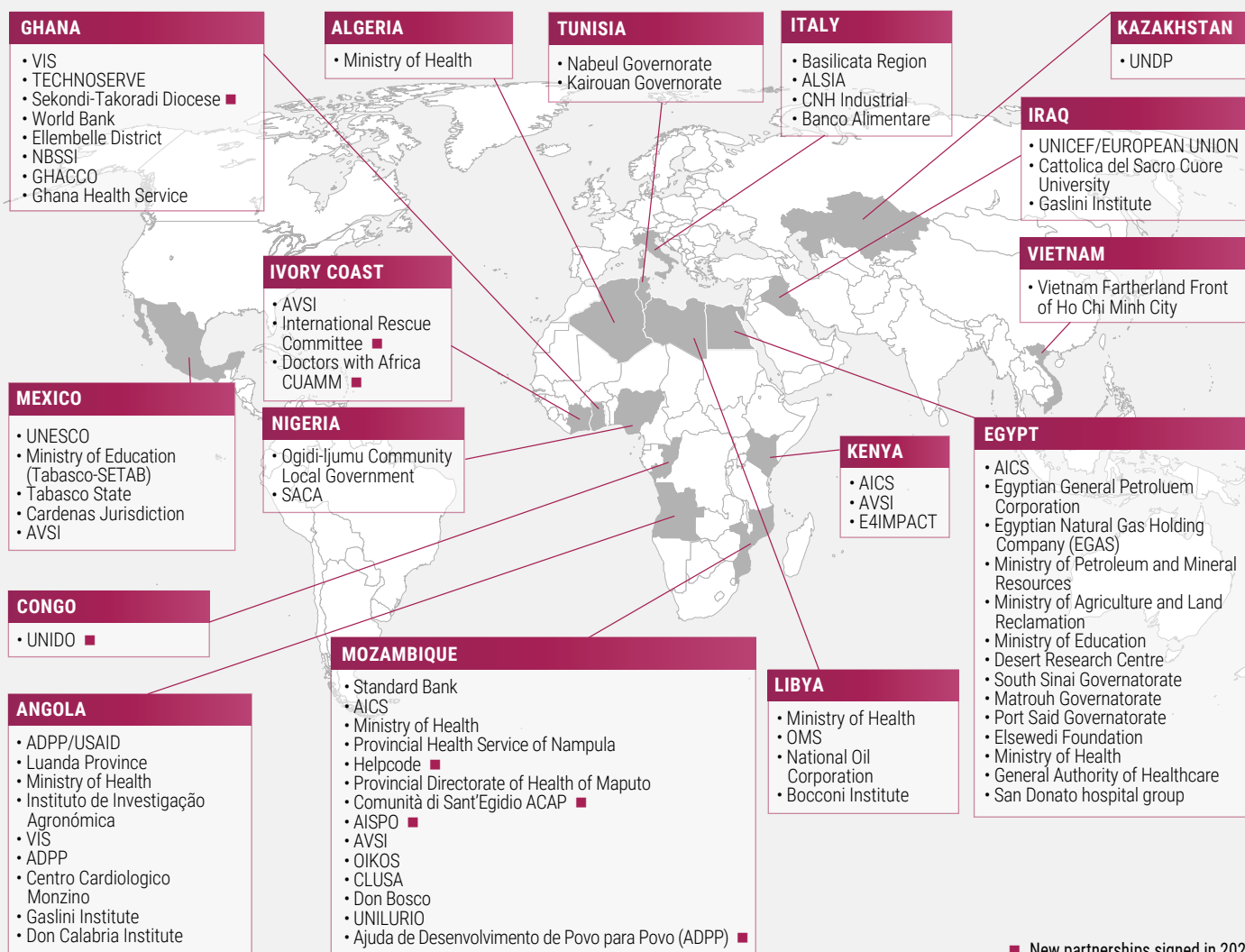
30 agreements signed for socio-economic development and health initiatives

To foster sustainable socio-economic growth in the Countries where it operates, Eni relies on strategic partners. In line with Sustainable Development Goal No. 17 “Strengthen the means of implementation and revitalise the global partnership for sustainable development”, Eni intends to strengthen local initiatives with the unique and highly specialised contributions of civil society organisations, United Nations

agencies, funds and programmes, national and regional development cooperation organisations, financial institutions and private sector representatives. These partnerships leverage resources and form an integral part of the third pillar of the business model: Alliances for Development. Together with the “Dual Flag” approach, job creation and know-how transfer, public-private partnerships make it possible to best meet the

needs of communities in the Countries where Eni operates, always in line with National Development Plans and the 2030 Agenda. These collaborations, also inspired by the Paris Agreement and the Guiding Principles on Business and Human Rights, multiply the impacts of the initiatives launched in the Countries and accelerate the progress towards achieving the objectives of the 2030 Agenda.

PARTNERS FOR LOCAL DEVELOPMENT



■ New partnerships signed in 2023

GLOBAL ALLIANCES							
• CNHi & Iveco Group	• E4Impact	• Carbon Sink	• Cassa Depositi e Prestiti	• UNIDO	• AVSI	• Doctors with Africa CUAMM	• VIS

THE ALLIANCE WITH UNDP FOR PROMOTE SOLAR ENERGY IN KAZAKHSTAN

The project promoted by Eni and UNDP Kazakhstan aimed at improving the energy efficiency of a secondary school in Turkestan was commissioned in May 2022. What are its most important outcomes?

We know that providing heat and power to educational institutions is a major cost in the education sector and burden on local budgets. I think the implementation of the pilot project at the school in Turkestan is a good example of how companies can help local communities invest in a greener future, contribute to the achievement of the SDGs, and underline the urgency of a green transition. However, such examples need to be expanded and require a more systematic approach. Unlocking "green" investment is essential if we are to achieve the 2030 Agenda for Sustainable Development and meet the ambitious target of carbon neutrality by 2060. The Ministry of National Economy of the Republic of Kazakhstan estimates that such a transformation will require US \$ 647.5 billion

in investment over the next 40 years. Most importantly, significant resources will be needed both to create the regulatory framework and to build the financial and physical infrastructure. And the private sector is expected to provide 96.5 per cent of the funding.

In your opinion what is the added value generated for local development by a collaboration between an international organization with a private company? What are the key factors that can bring success to such partnerships and what do think are the areas of improvement?

As UNDP, we support the Country's Government to find sustainable pathways and define clear strategies for low carbon growth, with a focus on transforming the energy sector. Therefore, we see great value in partnerships with the private sector to encourage new investments in the green economy, which can be an accelerator for knowledge-based economic transformation - a forward-looking perspective on how to support green sectors and promote the knowledge economy with new skills and technologies. If more of these opportunities are seized, it

could lead to kick-starting the green innovation machine and driving an efficient, innovative, and productive economy that benefits the whole economy.

Pooling together resources, knowledge and sustainability goals can elevate the level of results. Moving forward, what potential lies in the future of the collaboration between Eni and UNDP in Kazakhstan?

Only an integrated agenda of Governments, the private sector, international organisations and international financial institutions, underpinned by the SDGs, can contribute to the energy transition. We look forward to further large-scale interventions with Eni and other development partners to bend the curve of global warming and address the urgent crisis of climate change. As UNDP, we therefore call for bold collective action involving a broad network of like-minded actors for sustainable and prosperous development for all.

INTERVISTA



Interview with Mr. **Sukhrob Khojimatov**, UNDP Deputy Resident Representative in Kazakhstan.

In collaboration with UNDP and the Governorate of Turkestan, Eni has applied various measures of energy efficiency in a secondary school of the region.

(Local development projects around the world)



Inauguration of a secondary school in Turkestan, Kazakhstan

Glossary

CARBON NEUTRALITY AT 2050

SCOPE 1, 2, 3 GHG EMISSIONS

Scope 1 direct GHG emissions deriving from sources associated to the company's assets (e.g. combustion, flaring, fugitive and venting). Scope 2 indirect GHG emissions from generating electricity, steam and heat purchased from third parties for internal consumption. Scope 3 indirect GHG emissions associated with Eni's product value chain.

NET CARBON FOOTPRINT

Scope 1 and Scope 2 GHG emissions associated with Eni's operations accounted for on an equity basis, net of carbon credits mainly from Natural Climate Solutions and from the application of technological solutions.

NET GHG LIFECYCLE EMISSIONS

Scope 1+2+3 GHG emissions associated with the value chain of energy products sold by Eni, including own production and purchases from third parties, accounted for on an equity basis and net of carbon credits mainly from Natural Climate Solutions and from the application of technological solutions.

CCUS - CARBON DIOXIDE CAPTURE, UTILISATION AND STORAGE

The acronym CC(U)S - Carbon dioxide Capture (Utilisation) & Storage refers to the process of absorbing the carbon contained in CO₂ from the atmosphere. Once captured, the gas is either stored in secure locations ("storage") or used in the production of other substances ("utilisation").

NATURAL CLIMATE SOLUTIONS

Actions to promote the conservation and restoration of ecosystems and improve land management activities aimed at storing carbon and/or preventing GHG emissions. Among activities, forestry is sustainable forestry, forest management practices that simulate natural biological cycles.

BIOMASS

The biodegradable part of products, waste and residues from agriculture (including plant and animal substances), forestry and related industries, as well as the biodegradable part of industrial and municipal waste.

OPERATIONAL EXCELLENCE

ACCIDENT INDEXES

LTIF: accident frequency index. Numerator: number of injuries with days of absence; denominator: hours worked in the same period. Result of the report multiplied by 1,000,000.

TRIR: frequency index of total recordable injuries (accidents with days of absence, medical treatments and cases of limitation at work). Numerator: total number of recordable injuries; denominator: hours worked in the same period. Result of ratio multiplied by 1,000,000.

OIL SPILL

Spillage of oil or petroleum derivative from refining or petroleum waste occurring during normal operating activities (by accident) or due to actions that hinder the operating activities of the business unit or organised groups subversive acts (oil spillage from acts of sabotage and terrorism).

POLYMERS

Macromolecules, i.e. molecules with a high molecular weight, consisting of a large number of the same or different molecular groups (or structural units), joined in a "chain" by repetition of the same type of bond.

ASSET INTEGRITY

The ability of an asset to operate effectively and accurately, while safeguarding the well-being of personnel and equipment throughout the life cycle of the asset, from its design phase to its decommissioning.

SALIENT HUMAN RIGHTS ISSUES

Set of topics considered most significant, on which the management model and activities focus their attention for the protection of human rights. These issues are divided into 4 categories: (i) human rights in the workplace; (ii) human rights in commercial relations (with suppliers, contractors and other business partners); (iii) human rights in security activities; (iv) human rights in the communities that host Eni's activities.

UNGPs

The United Nations Guiding Principles (UNGPs), endorsed by the UN Human Rights Council in 2011, are the global standard of reference on corporate responsibility for human rights issues.

WHISTLEBLOWING REPORTS

Any communication received by Eni concerning the Internal Control and Risk Management System and concerning behaviours referable to Eni's people carried out in violation of the Code of Ethics, any laws, regulations, provisions of Authorities, internal regulations, Model 231 or Compliance Models.

HVO

Hydrotreated Vegetable Oil, a diesel biofuel 100% made from organic raw materials, such as waste animal and vegetable fats from the food industry and used cooking oils.

ALLIANCES FOR DEVELOPMENT

LOGICAL FRAMEWORK APPROACH (LFA)

Methodological approach used to plan, manage, monitor and evaluate individual initiatives or development programmes/projects, that allows to identify and analyze issues, define goals and actions to be taken to solve identified problems. The main component of the LFA is the "Logframe Matrix" which describes the logic of the operation, divided into objectives, results and actions, taking into account risks and external conditions that could penalize the execution and outcomes of the planned initiative.

ACCESS TO ON-GRID AND OFF-GRID ENERGY

Access to electricity from the national grid (on-grid energy) or from autonomous power generation systems (off-grid energy).

VULNERABLE GROUPS

Groups of individuals with a specific condition or characteristic (e.g. economic, physical, political, social) that could be more negatively impacted as a result of the organisation's activities compared to the general population.

MoU - MEMORANDUM OF UNDERSTANDING

Non-legally binding agreement setting out intentions to work together to achieve shared objectives between different partners.

GRIEVANCE

Complaint or claim made by an individual – or a group of individuals – resulting from actual or perceived impacts caused by the organisation's operating activities.

ENI LOCAL CONTENT EVALUATION (ELCE)

Eni model, validated by the Polytechnic of Milan, which allows to get a quantitative measure of the impact of activities on the Country of presence, measuring the impacts in terms of benefits brought to the economy, society and local communities, throughout the life of the development project or production site.

Independent Auditor's Report



Limited Assurance report on the Sustainability Report – Eni For 2022

To the Board of Directors of Eni SpA

We have been engaged to undertake a limited assurance engagement on the Sustainability Report - Eni For of Eni Group (hereinafter also the “Group”) for the year ended 31 December 2022 (hereinafter also the “Report”).

Responsibilities of the Directors for the Sustainability Report

The Directors of Eni SpA are responsible for the preparation of the Sustainability Report in accordance with the “Global Reporting Initiative Sustainability Reporting Standards” issued in 2016 and updated to 2021 by GRI - Global Reporting Initiative (the “GRI Standards”), as illustrated in the “Reporting criteria” section of the Report.

The Directors are also responsible for such internal control as they determine is necessary to enable the preparation of a Report that is free from material misstatement, whether due to fraud or error.

The Directors are also responsible for defining the sustainability performance targets of Eni Group, as well as for identifying its stakeholders and material topics to be reported on.

Auditor's independence and quality control

We have complied with the independence and other ethical requirements of the Code of Ethics for Professional Accountants issued by the International Ethics Standards Board for Accountants, which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behaviour.

Our firm applies International Standard on Quality Management 1 (ISQM Italia 1) and accordingly maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

PricewaterhouseCoopers SpA

Sede legale: **Milano** 20145 Piazza Tre Torri 2 Tel. 02 77851 Fax 02 7785240 Capitale Sociale Euro 6.890.000,00 i.v. C.F. e P.IVA e Reg. Imprese Milano Monza Brianza Lodi 12979880155 Iscritta al n° 119644 del Registro dei Revisori Legali - Altri Uffici: **Ancona** 60131 Via Sandro Totti 1 Tel. 071 2132311 - **Bari** 70122 Via Abate Gimma 72 Tel. 080 5640211 - **Bergamo** 24121 Largo Belotti 5 Tel. 035 229691 - **Bologna** 40126 Via Angelo Finelli 8 Tel. 051 6186211 - **Brescia** 25121 Viale Duca d'Aosta 28 Tel. 030 3697501 - **Catania** 95129 Corso Italia 302 Tel. 095 7532311 - **Firenze** 50121 Viale Gramsci 15 Tel. 055 2482811 - **Genova** 16121 Piazza Piccapietra 9 Tel. 010 29041 - **Napoli** 80121 Via dei Mille 16 Tel. 081 36181 - **Padova** 35138 Via Vicenza 4 Tel. 049 873481 - **Palermo** 90141 Via Marchese Ugo 60 Tel. 091 349737 - **Parma** 43121 Viale Tanara 20/A Tel. 0521 275911 - **Pescara** 65127 Piazza Ettore Troilo 8 Tel. 085 4545711 - **Roma** 00154 Largo Fochetti 29 Tel. 06 570251 - **Torino** 10122 Corso Palestro 10 Tel. 011 556771 - **Trento** 38122 Viale della Costituzione 33 Tel. 0461 237004 - **Treviso** 31100 Viale Felissent 90 Tel. 0422 696911 - **Trieste** 34125 Via Cesare Battisti 18 Tel. 040 3480781 - **Udine** 33100 Via Poscolle 43 Tel. 0432 25789 - **Varese** 21100 Via Albuzzi 43 Tel. 0332 285039 - **Verona** 37135 Via Francia 21/C Tel. 045 8263001 - **Vicenza** 36100 Piazza Pontelandolfo 9 Tel. 0444 393311

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Our Responsibilities

Our responsibility is to express a conclusion, based on the procedures performed, on whether the Sustainability Report complies with the requirements of the GRI Standards. We conducted our work in accordance with “International Standard on Assurance Engagements ISAE 3000 (Revised) - Assurance Engagements other than Audits or Reviews of Historical Information” (hereinafter also “ISAE 3000 Revised”) issued by the International Auditing and Assurance Standards Board (IAASB) for limited assurance engagements. That standard requires that we plan and perform procedures to obtain limited assurance about whether the Sustainability Report is free from material misstatement.

The work performed was less in scope than in a reasonable assurance engagement conducted in accordance with ISAE 3000 Revised and, consequently, we did not obtain assurance that we became aware of all significant facts and circumstances that might be identified in a reasonable assurance engagement.

The procedures performed on the Sustainability Report were based on our professional judgement and included inquiries, primarily of personnel of the Company responsible for the preparation of the information presented in the Sustainability Report, inspection of documents, recalculations and other procedures designed to obtain evidence considered useful.

In detail, we performed the following procedures:

1. we analysed the reasons for the existence of both a Non-financial Statement (required under articles 3, 4 and 7 of Legislative Decree No. 254/2016) and a Sustainability Report, and the features distinguishing the two documents;
2. we analysed the process of definition of the material topics reported on in the Report, with reference to the method of their identification and prioritization of the results of the process;
3. we compared the financial information reported in the “Governance and business ethics” section of the Sustainability Report with the information included in the Group’s annual consolidated financial statements for the year ended 31 December 2022;
4. we obtained an understanding of the processes underlying the generation, collection and management of significant qualitative and quantitative information included in the Report.

In detail, we inquired of and discussed with management personnel of Eni SpA and with personnel of Eni Australia BV, Eni Tunisia BV, Nigerian Agip Oil Co Ltd, Versalis SpA, GTR&M, Eni New Energy SpA, Eni Rewind SpA and we carried out limited analyses of documentary evidence, in order to obtain information about the processes and procedures supporting the collection, aggregation, processing and submission of non-financial information to the corporate function in charge of the preparation of the Report.

Furthermore, for significant information, taking into account the activities and characteristics of the Group:

- at parent company level:
 - a) with reference to the qualitative information presented in the Report, we carried out interviews and obtained supporting documents to verify its consistency with available evidence;
 - b) with reference to quantitative information, we performed both analytical procedures and limited tests to verify, on a sample basis, the accuracy of data aggregation.



- for Eni Australia BV (Blacktip YGP site), Eni Tunisia BV (Tazerka site), Nigerian Agip Oil Co Ltd (OB/OB plant), Versalis SpA (Brindisi plant), Eni SpA (GTR&M – Robassomero plant), Eni New Energy SpA (Stabilimento di Assemini) ed Eni Rewind SpA (Sito di Porto Torres), which we selected on the basis of their activities, contribution to performance indicators at a consolidated level and location, we carried out onsite visits during which we met local management and obtained documentary evidence, on a sample basis, about the correct application of the procedures and calculation methods applied for the indicators.

Conclusion

Based on the work performed, nothing has come to our attention that causes us to believe that the Sustainability Report - Eni For of Eni Group for the year ended 31 December 2022 is not prepared, in all material respects, in accordance with the requirements of the GRI Standards as illustrated in the "Reporting criteria" section of the Sustainability Report.

Other Matters

With reference to the annex "Statement on GHG accounting and reporting - year 2022" of the Sustainability Report - Eni For 2022, which has been prepared with principles (suitable criteria) that differ from the GRI Standards, the activities envisaged by ISAE 3000 Revised and ISAE 3410 were carried out using the limited assurance approach for the indicators GHG Lifecycle Emissions (Net GHG Lifecycle Emissions and Net Carbon Intensity), Net Zero Carbon Footprint Eni (Scope 1 e 2), Net Zero Carbon Footprint Upstream (Scope 1 and 2) on an equity basis and Scope 3 emissions, and using the reasonable assurance approach, for the indicators Scope 1 emissions and Scope 2 emissions. On the basis of these activities, a specific assurance report was prepared and attached to the document.

Milano, 10 May 2023

PricewaterhouseCoopers SpA

Signed by

Paolo Bersani
(Partner)

This report has been translated from the Italian original solely for the convenience of international readers. We have not performed any controls on the Sustainability Report - Eni For 2022 translation.

Eni's sustainability reporting

Eni narrates its role in the energy transition through sustainability reporting, sharing its values, corporate strategies, objectives and achievements. Aware of the increasing centrality of non-financial information, Eni has developed a structured sustainability reporting system to satisfy the information needs of its stakeholders in a comprehensive and timely manner in terms of variety and depth.



Your feedback is important to us. If you have any comments, suggestions or questions, please write an email to sostenibilita@eni.com

MANDATORY REPORTING



The [▶ Consolidated Non-Financial Statement 2022 \(NFI\)](#), prepared i.a.w. the requirements of Legislative Decree 254/2016 (adopting European Directive 95/2014) and published in the 2022 Annual Financial Report, provides a concise and integrated disclosure of the management model, the policies implemented, the main risks and results related to the various sustainability issues.

VOLUNTARY REPORTING



[Eni for 2022 - A Just Transition](#) describes how, through the three levers of the integrated business model, Eni creates long-term value. [▶ Eni for 2022 - Sustainability Performance](#) (only available online) provides an overview of sustainability key performance indicators over five years. The summary key contents are available in the [▶ Executive Summary](#).

Other reports: in the coming months, Eni will also publish Eni for Human Rights, which describes its strategy for promoting and respecting human rights and reports on its main activities and key performance indicators. In addition, Eni publishes other sustainability reports annually, both at the local and subsidiaries level, which will be available during 2023 on [▶ eni.com](#).

RECOGNITIONS RECEIVED BY ENI IN 2022

MSCI ESG RATINGS Confirmed by MSCI in its ESG "A" rating	Moody's ESG Solutions Confirmed "advanced", ranked 1st out of 30 European O&G companies	iTraxx Index Confirmed in the iTraxx ESG Index.	WDI Included in the Top 10% of participating companies	Bloomberg Gender Equality Index 2023 Included for the 2nd year
SUSTAINALYTICS Confirmed in the medium risk range	BLOOMBERG NEW ENERGY FINANCE Achieved 4th place out of 41 global majors considered	FTSE4Good Confirmed in the FTSE-4Good Developed stock exchange index for the 16th consecutive year	ISS ESG Included in the PRIME Investment Grade in September 2021	Equileap Included in the Top 100 Gender Equality Ranking
WBA Just Transition Included in the 1% of companies meeting most of the requirements of the Just Transition assessment	CDP Confirmed leadership disclosure on climate change (A-). Rated B for Water Security, in line with the O&G industry average	WBCSD Included for the 4th year among the ten best-performing companies for its sustainability reporting	Climate Action 100+ Confirmed as one of the most aligned companies with the Climate Action 100+ Net Zero Company Benchmark in terms of GHG emissions reduction targets, climate governance and climate disclosure	
ISS Quality Score Achieved ESG excellence scores	MIB® ESG Confirmed for the second time in the	Carbon Tracker Initiative First among peers in Integrated Energy Company ranking	ECOVADIS Achieved a rating of 73 out of 100, falling into the 98th percentile of companies with the highest score globally	



Eni SpA

Headquarters

Piazzale Enrico Mattei, 1 - Rome - Italy

Capital Stock as of December 31, 2022: € 4,005,358,876.00 fully paid

Tax identification number 00484960588

Branches

Via Emilia, 1 - San Donato Milanese (Milan) - Italy

Piazza Ezio Vanoni, 1 - San Donato Milanese (Milan) - Italy

Contacts

eni.com

+39-0659821

800940924

segreteria.societaria.azionisti@eni.com

Investor Relations

Piazza Ezio Vanoni, 1 - 20097 San Donato Milanese (Milan)

Tel. +39-0252051651 - Fax +39-0252031929

e-mail: investor.relations@eni.com

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Eni for 2022 - Sustainability Report



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