



Woodside
Energy

2021

**REPORTING
SUMMARY**



ABOUT WOODSIDE

We provide energy which Australia and the world needs to heat homes, keep lights on and enable industry. We have a reputation for safe and reliable operations. Our liquefied natural gas (LNG) in particular supports the decarbonisation goals of our customers, and we are progressing opportunities to commercialise new energy products and lower-carbon services as part of our broader product mix.

Our proven capabilities as a reliable, low-cost energy provider combined with a focus on technology to enable efficiency will drive our long-term success.

We have a portfolio of quality oil and gas assets and more than 30 years of operating experience. Through our North West Shelf and Pluto LNG projects we operated 5% of global LNG supply in 2021. Offshore Australia we operate two floating production storage and offloading (FPSO) facilities, the Okha FPSO and Ngujima-Yin FPSO.

Our operations are focused on safety, reliability, efficiency and environmental performance.

We also have a non-operated participating interest in the Wheatstone project, which started production in 2017.

In November 2021, we reached agreement with BHP Group (BHP) for the merger of BHP's petroleum business with Woodside. The merger will deliver increased scale, diversity and resilience. Completion of the merger is targeted for early June 2022, following receipt of approvals.

The Scarborough and Pluto Train 2 projects have been approved, with first LNG cargo expected in 2026.

In Senegal, the Sangomar Field Development Phase 1 remains on track targeting first oil in 2023.

Our marketing, trading and shipping activities enable us to supply a growing base of customers primarily in the Asia-Pacific region.

We are evolving our business to develop a low-cost, lower-carbon, profitable, resilient and diversified portfolio to help us thrive through the global energy transition.

Our climate strategy is to reduce our net equity Scope 1 and 2 greenhouse gas emissions, while investing in the products and services that our customers need as they reduce their emissions.

We have set targets to reduce our net equity Scope 1 and 2 greenhouse gas emissions, including a 15% reduction by 2025 and 30% by 2030, towards our aspiration to achieve net zero by 2050 or sooner.¹

Our hydrocarbon business is complemented by a growing portfolio of hydrogen, ammonia and solar opportunities in Australia and internationally.

Our new energy opportunities include the proposed hydrogen and ammonia projects H2Perth and H2TAS in Australia and the proposed hydrogen project H2OK in North America.

We take a disciplined and prudent approach to investment through our capital management framework, ensuring we manage financial risks and maintain a resilient financial position. This allows us to optimise the value delivered from our portfolio of opportunities.

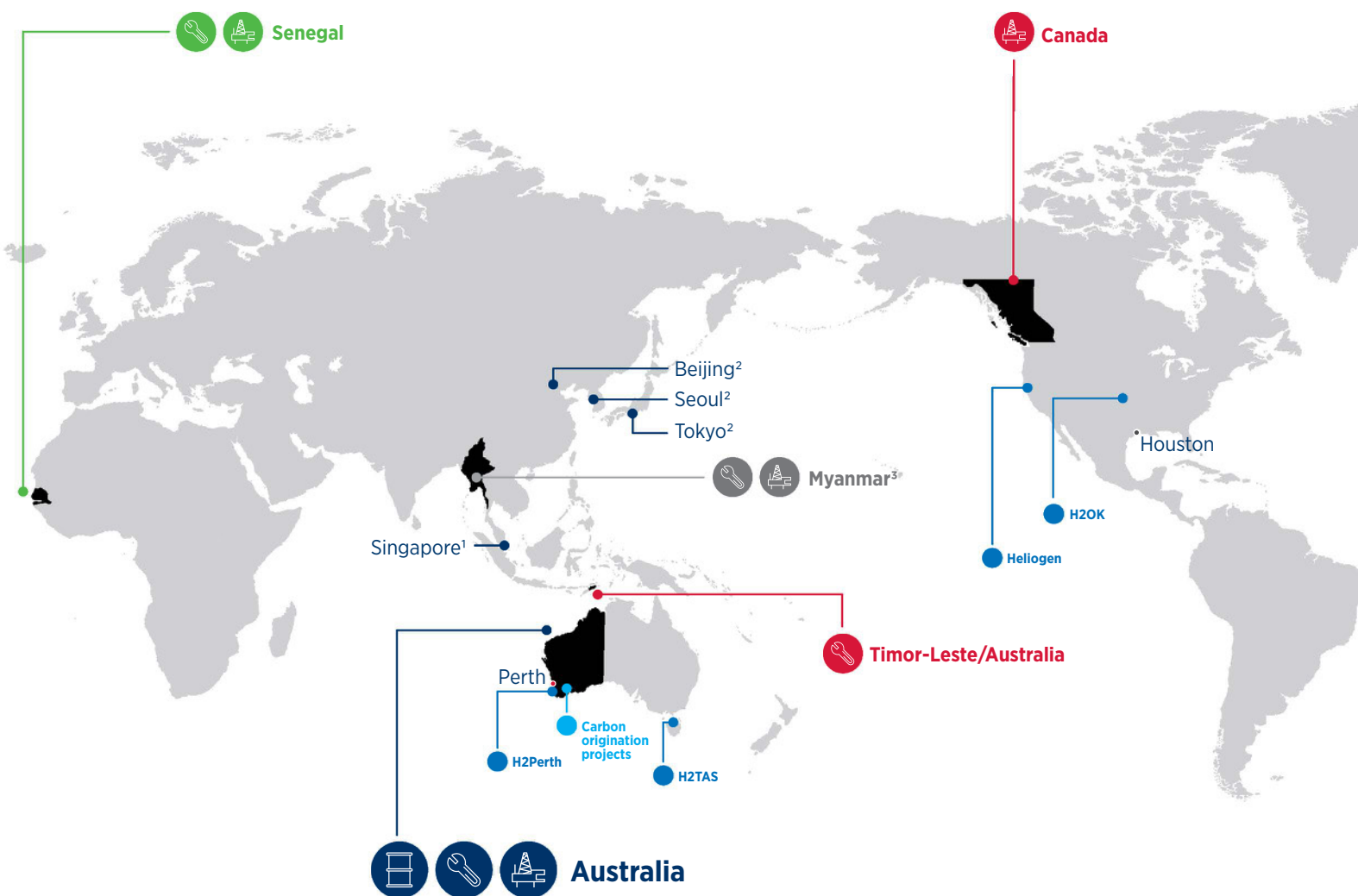
Environmental, social and governance (ESG) performance is integral to our success. Our approach to sustainability is outlined in this report.

Enduring, meaningful relationships with communities are fundamental to our social performance. Woodside is committed to managing our activities in a sustainable way that is fundamental to the wellbeing of our workforce, our communities and our environment.

We recognise that our success is driven by our people and our culture. We are committed to upholding our values of respect, ownership, sustainability, working together, integrity and courage, and we aim to attract, develop and retain a diverse, high performing workforce.

¹ Target is for net equity Scope 1 and 2 greenhouse gas emissions, relative to a starting base of the gross annual average equity Scope 1 and 2 greenhouse gas emissions over 2016-2020 and may be adjusted (up or down) for potential equity changes in producing or sanctioned assets with an FID prior to 2021. Post-completion of the Woodside and BHP petroleum merger (which remains subject to conditions including regulatory approvals), the starting base will be adjusted for the then combined Woodside and BHP petroleum portfolio.

FOCUS AREAS



Product type

Gas

Oil

Gas or oil

New energies

Carbon origination projects

Phase

Producing assets

Developments

Appraisal and exploration

Refer to the Annual Report 2021 Asset Facts section on page 155 for full details of Woodside's global interests.

¹ Denotes marketing office.

² Denotes representative and liaison office.

³ Woodside announced its decision to withdraw from its interests in Myanmar on 27 January 2022.

ANNUAL REPORT 2021

Woodside has achieved strong operational performance, delivered highest profit since 2014 and maintained balance sheet strength.

ACHIEVEMENTS

Net profit after tax

US\$ **1,983**  **149%**
million

Underlying net profit after tax

US\$ **1,620**  **262%**
million

Operating cash flow

US\$ **3,792**  **105%**
million

Full-year dividend, fully franked

135  **255%**
US CPS

STRATEGIC ACHIEVEMENTS

- 1 Merger** agreed with BHP's petroleum business
- 2 Final investment decisions** approved for Scarborough and Pluto Train 2
- 3 Sell-down** agreed for Pluto Train 2
- 4 US\$5 billion investment target** to support the energy transition¹

CREDIT RATINGS:

BBB+

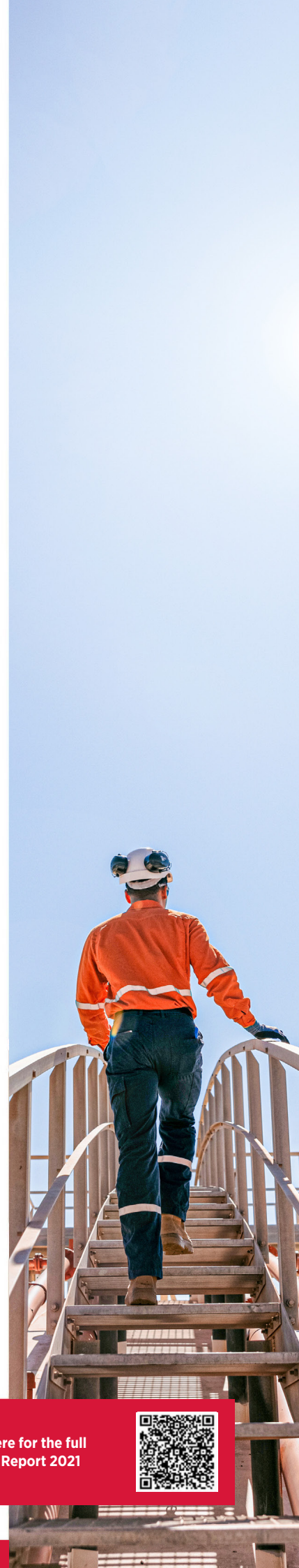
S&P Global

Baa1

Moody's

¹ Target covers investment in new energy products and lower-carbon services. Investment target assumes completion of the proposed merger with BHP's petroleum business. Individual investment decisions are subject to Woodside's investment hurdles. Not guidance.

Scan here for the full
Annual Report 2021



CLIMATE REPORT 2021

Woodside's climate strategy is to reduce our net equity greenhouse gas emissions, while investing in the products and services that our customers need as they reduce their emissions. We have a portfolio of quality oil and gas assets, and are developing new energy products and lower-carbon services.

SCOPE 1 AND 2 GREENHOUSE GAS EMISSIONS

15% by 2025 | **30%** by 2030

Net equity emissions reduction targets with an aspiration of net zero by 2050 or sooner.¹

2021 highlight: Achieved 10% reduction compared to 2016-2020 gross annual average.

SCOPE 3 GREENHOUSE GAS EMISSIONS

Targeting investment of **US\$ 5 billion**

in new energy products and lower-carbon services by 2030.²

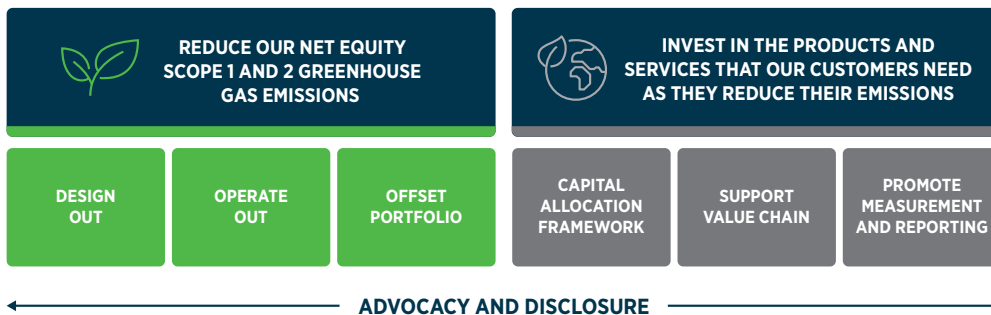
2021 highlight: Announced progress of a suite of potential new energy opportunities.

WOODSIDE'S STRATEGY

THRIVE THROUGH THE ENERGY TRANSITION



CLIMATE IMPERATIVES SUPPORTING THE STRATEGY



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² Investment target assumes completion of the proposed merger with BHP's petroleum business. Individual investment decisions are subject to Woodside's investment hurdles. Not guidance.

Scan here for the full Climate Report 2021



SUSTAINABLE DEVELOPMENT REPORT 2021

Environmental, social and governance performance is integral to our success. Our comprehensive approach to sustainability is outlined in our Sustainable Development Report 2021.

SUMMARY

Net equity Scope 1 and 2 Greenhouse Gas emissions

10%

below 2016-2020 gross annual average¹

Tier 1 or Tier 2 loss of primary containment

0

process safety events

Total recordable injury rate (TRIR)

1.74

per million work hours²

Our total social contribution globally

A\$20.3

million

Australian tax and royalties contribution

A\$658

million

Australian effective income tax rate

30.6%

ESG RATINGS PERFORMANCE: SUSTAINALYTICS

TOP RATED

In December 2021, Woodside Petroleum Ltd received an ESG Risk Rating of 26.7 and was assessed by Sustainalytics to be at medium risk of experiencing material financial impacts from ESG factors.

In 2021, Woodside was recognised by Sustainalytics as an ESG Industry Top Rated company.



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SUSTAINABILITY TARGETS

Material topic	2021 target	2021 performance	2022 target
Climate change resilience and transition	Commence delivery of new 2025 and 2030 emissions reduction targets. ¹	Reduced net equity Scope 1 and 2 greenhouse gas emissions by 10% in 2021. ¹	✓ Progress towards 2025 target of 15% reduction in net emissions.
Health and safety performance	Total recordable injury rate (TRIR) at or below 1, which is below our three-year rolling average.	1.74	✗ TRIR is below 1.0.
	One or fewer Tier 1 or Tier 2 loss of primary containment process safety events.	0	✓ One or fewer Tier 1 or Tier 2 loss of primary containment process safety events.
Social and cultural impacts on communities	Embed social performance framework across the business – communities assessments completed and social performance plans in place for our operations and projects.	Social performance framework implemented and communities assessments completed, with social performance plans in place for operations and projects.	✓ Deliver social performance plans for communities where we are active including a fit for purpose approach for new business activities.
	Implement the new 2021–2025 Reconciliation Action Plan.	2021–2025 Reconciliation Action Plan in place.	✓ Deliver 2022 commitments as set out within the 2021–2025 Reconciliation Action Plan.

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Scan here for the full Sustainable Development Report 2021



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