

Kari Kankaanpää

15.3.2021

FORTUM'S CORPORATE STATEMENT ON PARIS ALIGNED LOBBYING

Fortum intends to be a forerunner in driving for greater corporate transparency relating to climate change advocacy. This Corporate Statement on Paris Aligned Lobbying expresses our own judgement on Fortum's climate policy advocacy in respect to the goals of the Paris Agreement and our plans to continuously improve our performance in this respect.

Our lobbying is in line with the Paris Agreement

Fortum's climate advocacy is strongly based on climate science and the Paris Agreement. We strongly support the goal of the Paris Agreement to limit the average rise in global temperature to well below 2 °C above pre-industrial levels and to pursue efforts to limit it to 1.5 °C. Our strategy and climate targets are aligned with the Paris goal and our purpose is to drive the change for a cleaner world.

In line with the Paris Agreement, Fortum supports the development of robust and sustainable policies to help the world get to net-zero emissions by 2050. We lobby for climate neutrality globally and in particular support the EU 2050 climate neutrality target.

We lobby for cost-efficient and technology-neutral policy measures across all areas of climate and energy policy that aim to mitigate climate change risks and limit the global temperature rise in accordance with the Paris Agreement. We believe that market-based, technology-neutral and flexible carbon pricing is the most efficient and cost-effective instrument to mitigate climate change. This approach applies to all policy engagement conducted by Fortum in all geographic regions.

Fortum has in place robust governance processes to ensure that all public policy engagement that is supported by the company is aligned with the company's climate targets and supports appropriate policy measures to mitigate climate risks. Fortum pursues transparent, solution-driven, constructive, pro-active, forward-looking and fact-based climate lobbying.

Industry associations' climate policy review to be launched

In addition to our own direct lobbying, we are involved in several industry associations and company coalitions doing joint climate engagement lobbying.

In line with our desire to provide greater transparency around our activities and advocacy related to climate change we will conduct a review our memberships of industry associations, starting with a selected number of key EU-level and national associations in our European operating countries and in Russia. We want to ensure that our memberships of industry associations support the Paris Agreement's goal to limit the rise in global average temperature to well below two degrees Celsius above pre-industrial levels and pursue efforts to limit it further to 1.5 degrees Celsius. We plan to publish this industry associations' climate review by the end of 2021.