

SUSTAINABILITY

We aim to build a strategy that embeds sustainability across our operations based on the consolidated visions of Sempra Infrastructure U.S. and Sempra Infrastructure Mexico. We will perform a company-wide ESG materiality assessment that will constitute the basis to complete our sustainability strategy, further define goals and objectives and adjust ESG initiatives.

“WE ARE ON THE PATH TO THE NEXT ERA IN ENERGY. AS A LEADING VOICE IN THE ENERGY TRANSITION, WE ARE COMMITTED TO CREATING LONG-TERM, SUSTAINABLE GROWTH, HELPING TO SHAPE A NET-ZERO FUTURE, AND WORKING TO PROVIDE ENERGY SAFETY AND RELIABILITY.”

Dan R. Brouillette

President and Chief Sustainability Officer

ENABLING THE ENERGY TRANSITION

THE PATHWAY TOWARDS THE DECARBONIZATION OF THE GLOBAL ENERGY SECTOR IS BRINGING A SHIFT IN CURRENT ENERGY CONSUMPTION AND PRODUCTION SYSTEMS. GLOBALLY, ENERGY INFRASTRUCTURE NEEDS TO GROW TO SATISFY THIS SHIFT IN DEMAND.



Initiatives

SEMPRA INFRASTRUCTURE'S VISION IS TO HELP DELIVER ENERGY FOR A BETTER WORLD DRIVEN BY SEVERAL INITIATIVES:

Displacing higher carbon-intensive fossil fuels, such as coal, while providing the reliability and resiliency needed to meet the world's growing cleaner energy demands through our LNG and natural gas networks.

Implementing new technologies and business opportunities around carbon capture and sequestration, not only to directly cut our GHG emissions but to help other industrial customers to do so as well. We expect this will help to mitigate overall GHG emissions in North America and extend our business opportunities.

Generating clean energy to meet the growing demand for clean and renewable energy, leveraging conditions in Mexico.

Developing energy storage infrastructure as a complement to our renewable power generation portfolio.

Evaluating newer, cleaner energy possibilities, such as a low-emissions hydrogen fuel mix, to aid in further displacing carbon-intensive fuels in the markets that we serve.

Sustainability pillars

AS PART OF THE SEMPRA
FAMILY OF COMPANIES, WE
SHARE A COMMITMENT TO
TACKLING CLIMATE CHANGE
AND DECARBONIZING OUR
BUSINESS OPERATIONS
WITH ACTIONS IN
ALIGNMENT WITH SEMPRA'S
3Ds FRAMEWORK AND FOUR
SUSTAINABILITY PILLARS:

Enabling the energy transition.

Play a key role in the energy transition by displacing more carbon-intensive fuels, while we implement strategies to lower our GHG emissions in our facilities.

Achieving world-class safety.

Extend our commitment to help protect the health and safety of our customers, employees, contractors, and communities.

Driving resilient operations.

Work towards achieving world-class excellence throughout our operations and business units, while maintaining reliability and operational sustainability.

Championing people.

Support people by investing in their growth, celebrating their achievements, and fostering diversity and inclusion.

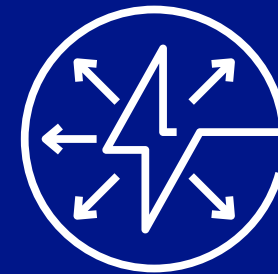
The 3Ds



DECARBONIZATION

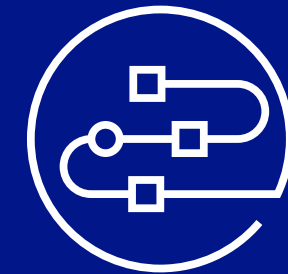
REDUCTION IN CARBON CONTENT BY SUBSTITUTING HIGHER-POLLUTING FUELS WITH CLEANER-BURNING FUELS.

REDUCTION IN CARBON INTENSITY BY GENERATING ELECTRICITY FROM RENEWABLE ENERGY SOURCES.



DIVERSIFICATION

INVESTMENT IN NEW TECHNOLOGIES SUCH AS CARBON SEQUESTRATION, GREEN HYDROGEN, AND ENERGY STORAGE.



DIGITALIZATION

IMPROVEMENTS BASED ON TECHNOLOGIES DESIGNED TO PROVIDE OPERATIONAL EFFICIENCIES AND REDUCE COSTS.

See the section entitled **"Our short, medium, and long-term sustainability risks and goals"**  for further detail.

OUR SHORT, MEDIUM, AND LONG-TERM SUSTAINABILITY GOALS

At Sempra Infrastructure, we create sustainable value through world-class safety, championing people, resilient operations and helping enable the global energy transition to a lower carbon future. Given that the energy transition is a material ESG topic for our business, at Sempra Infrastructure we contribute to the 3Ds established by Sempra in the following way:

DECARBONIZATION

ACHIEVED

- Added 26 new wind turbines in Phase 2 of Energía Sierra Juárez wind farm in Tecate, Baja California, reflecting a US\$ 150 million investment.
- Filed an amendment with the U.S. Federal Regulatory Commission (FERC) to incorporate e-drives at proposed Cameron LNG Phase 2 facility, which is pending approval.
- Entered into a non-binding memorandum of understanding (MOU) with Entergy Louisiana, LLC to cooperate on the development of options to accelerate the deployment of renewable energy to Sempra Infrastructure's facilities.

IN PROGRESS

- In 2021, we identified forestry projects in Mexico that could generate carbon offsets. These projects could be considered for Mexico's emissions trading system.
- Each year beginning in 2021 and through 2025, we aim to operate our existing LNG infrastructure at 20% below the GHG emissions intensity baseline established in 2020. During 2021 our operations exceeded this goal with a GHG emissions intensity of 28% less than baseline. As we gain operational history, we expect to set new goals for GHG emissions reductions in our LNG business line.
- We aim to actively partner with companies and institutions across the LNG supply chain to reduce scope 2 and 3 emissions.
- Proposed CCUS project in Hackberry, Louisiana that would allow Cameron LNG to work towards achieving scope 1 CO₂ emissions reductions.
- Working with the World Bank Group to develop the VDM Battery Energy Storage System (BESS) facility in Mexicali, Mexico.
- In our Clean Power operations, every year we aim to maintain electric generation carbon intensity well under 0.35 tCO₂e/MWh. In 2021 we achieved this goal, with a value of 0.235 tCO₂e/MWh.
- By 2030, we aim to reduce fugitive emissions by 50% from our natural gas transmission and distribution system relative to a 2019 baseline. Due to adjustments in our measurement methodology, we expect to be able to measure the amount of the reduction in our fugitive emissions beginning in 2022.¹⁹

¹⁹ Target applicable to gas transportation assets in Mexico.

DIVERSIFICATION

ACHIEVED

- Signed a non-binding MOU with Mexico's Federal Electricity Commission to work to develop critical new energy infrastructure in Mexico, including the proposed Vista Pacífico LNG project.

IN PROGRESS

- Energy Networks and Clean Power are working to create large-scale new opportunities.
- Evaluating hydrogen, ammonia, and carbon capture and sequestration opportunities.

As part of our Green Loan commitments, Semptra Infrastructure Mexico is developing and implementing a corporate Sustainability Management System (SMS). The SMS was launched during the first quarter of 2022 and implementation is expected to take place in a two-phase process, covering solar assets and new clean energy projects in 2022, and potentially adding Energy Networks projects and remaining clean energy projects in the future. The SMS is designed to help us align with international environmental and social best practices and to monitor project performance as part of our goal of continuous improvement.

DIGITALIZATION

ACHIEVED

- In 2019, we launched the Operations Control Center, in Monterrey, Mexico, to monitor in real-time, and using advanced technology, our infrastructure in Mexico. We have reduced our response times to operational incidents by up to 50% in Mexico by relying on an alarm system that generates real-time reports while it monitors our assets.

IN PROGRESS

- Continued to advance world-class, integrated digital systems to deliver efficient development, construction, and operations.
- Embarked on a digital/artificial intelligence strategy designed to increase production, reduce emissions, and reduce operations and maintenance costs at Cameron LNG.

SUSTAINABLE DEVELOPMENT GOALS

WE STRIVE TO ALIGN TO THE FOLLOWING UNITED NATIONS SUSTAINABLE DEVELOPMENT GOALS (SDGs):



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AFFORDABLE AND CLEAN ENERGY

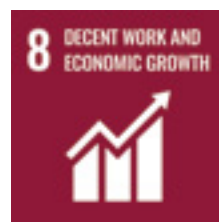


- We generate zero-emissions energy through our wind and solar facilities.
 - We own 4,572 km of natural gas distribution pipelines and more than 3,079 km of natural gas transportation pipelines, providing customers a cleaner energy source.
 - We provide low-carbon energy to global markets through Cameron LNG and, if and when they become operational, our other LNG projects under construction and in development.
 - We aim to operate our existing LNG infrastructure at a GHG emissions intensity 20% less than the 2020 baseline each year through 2025.²⁰
 - We have identified forestry projects in Mexico that may generate carbon offsets for Mexico’s emissions trading system.
 - We avoided emissions of 1,077,217 tCO₂e in 2021.
 - We generated 2,546,613 MWh of net renewable energy in 2021.
- Our renewable energy portfolio:**
- Wind power generation facilities (515 MW)
 - ESJ
 - Ventika
 - Solar power generation facilities (529 MW_{AC})
 - Pima Solar
 - Rumorosa Solar
 - Tepezalá Solar
 - Don Diego Solar
 - Border Solar
 - Cameron LNG and our natural gas pipeline networks are key resources in the global energy chain, providing cleaner, lower-cost natural gas that can displace forms of energy generation that are more harmful to the climate.

²⁰ We were the first U.S. company within the LNG field to declare a GHG emissions intensity goal. During 2021 our operations exceeded the stated goal with a GHG emissions intensity of 28% less than baseline.

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DECENT WORK AND ECONOMIC GROWTH



- We employ a significant number of highly skilled employees at our operations, and we contribute directly and indirectly to the local communities through wages, taxes, grants, education programs, outreach and assistance in times of need.
- We have a Training Program for Operators (PROFOI) at Sempra Infrastructure Mexico which has the dual goal of promoting talent and integrating a young workforce into the increasingly dynamic

energy sector. Through this program, we invite recently graduated men and women from specific engineering backgrounds to participate in intensive technical training, offer financial compensation, and potentially a job when finishing the program.

- We reject forced labor and child labor at all our operations.

- In 2021 Sempra Infrastructure Mexico was certified on Human Rights Campaign Equality because of an increased commitment to diversity, equity and inclusion, for the second consecutive year. We aim to maintain this certification for the following years.
- We have a track record of improvement on our employee and contractor OSHA recordable injuries and Lost-Time Incident Rate (LTIR).



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INDUSTRY, INNOVATION AND INFRASTRUCTURE

- We build and develop our assets employing high health and safety standards. Our assets have maintenance and supervision procedures in place and employ advanced technologies.
- We help to meet the energy needs in the regions where we operate, and as a result, we contribute to the economic development and well-being of the population.

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CLIMATE ACTION



- We assess and work to manage our risks and opportunities related to climate change.
- We work to develop and implement, in conjunction with our partners, the means to help reduce greenhouse gas emissions at Cameron LNG.
- We have carbon intensity targets in place to help reduce our carbon footprint, for our Clean Power and Energy Networks operations.



In addition to the direct contributions, through our culture and employee-related initiatives, we also strive to indirectly align to these SDGs:



03 GOOD HEALTH AND WELL-BEING



04 QUALITY EDUCATION



05 GENDER EQUALITY



10 REDUCED INEQUALITIES

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LIFE ON LAND



- We focus our biodiversity management system on:
 - Flora restoration, conservation, and compensation
 - Protection and rescue of wildlife
- We apply the mitigation hierarchy principle in our development projects:
 - Avoid
 - Minimize
 - Restore
 - Compensate

AS PART OF OUR WORK TO FURTHER REFINE OUR SUSTAINABILITY STRATEGY AS SEMPRA INFRASTRUCTURE, WE EXPECT TO CONTINUE TO ANALYZE HOW THE COMPANY'S OPERATIONS AND OBJECTIVES ALIGN TO THE ABOVE MENTIONED SDGs.