



# Procurement Sustainability Plan

August 2023

# Introduction



**We have to  
take action ...**

*“Profits or purpose need not be a choice and instead can work together in service of all stakeholders.”*

**Bernard Looney**  
chief executive officer

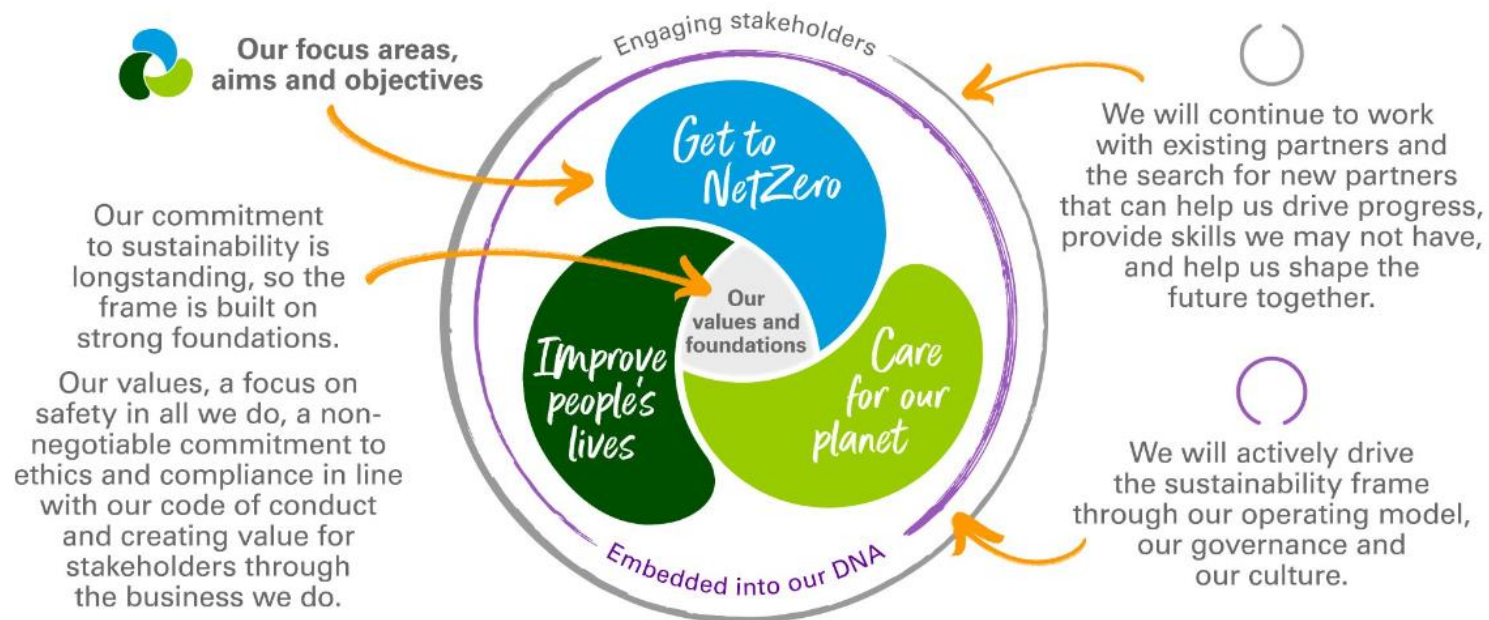


**... and put  
sustainability at  
the heart of bp**

*“Our new sustainability frame and aims will guide our work, focus our activities and propel us forward.”*

**Giulia Chierchia**  
EVP, strategy, sustainability & ventures

# Our sustainability frame





# SUSTAINABLE DEVELOPMENT GOALS



## Get to net zero

Aim 1: Net zero operations



Aim 2: Net zero production



Aim 3: Net zero sales



Aim 4: Reducing methane



Aim 5: More investment for new energies



## Help the world to get to net zero

Aim 6: Advocating



Aim 7: Incentivizing employees



Aim 8: Aligning associations



Aim 9: Transparency leader



Aim 10: Clean cities and corporates



## Improve people's lives

Aim 11: More clean energy



Aim 12: Just transition



Aim 13: Sustainable livelihoods



Aim 14: Greater equity



Aim 15: Enhance wellbeing



## Care for our planet

Aim 16: Enhancing biodiversity



Aim 17: Water positive



Aim 18: Championing nature-based solutions



Aim 19: Unlock circularity



Aim 20: Sustainable purchasing



# Sustainable purchasing<sup>20</sup>

**Through aim 20, we'll work with our key suppliers to embed sustainable practices, focusing on reducing greenhouse gas emissions and increasing the circularity of what we buy.**

## *Our achievements so far*

- Leading a consistent strategy across our supply chain in relation to human rights, labour rights and modern slavery
- Introduced specific, local actions to reduce the resource intensity of our supply chain, such as establishing several renewable energy partnerships, extending the usable life, recovery and recycling of certain equipment

## *Collaborating with suppliers*

- Initiated collaborative sessions with key suppliers to identify opportunities to jointly improve sustainability.
- Advance these ideas further and establish a mechanism for our suppliers to provide ideas on reducing our combined environmental footprint.

## *Digital provider partnerships*

- Cloud provider data centres are the fastest growing use of power globally (8% of global electricity demand by 2030).
- Procurement is partnering with innovation and engineering and other bp teams to accelerate this industry's transition to renewable energy through low carbon products and partnerships. Signed industry-leading renewable power deals with AWS and Microsoft and are exploring other opportunities.

# Our Strategy

Our supply chain sustainability strategy mirrors the bp sustainability frame (net-zero, people, and planet)

## Net- Zero

We will collaborate with our suppliers to decarbonise the supply chain (**scope 3**)

We will enable the reduction of bp's operational emissions (**scope 1&2**)

## People

We will promote respect for **human rights** in the supply chain (Aim 12)

We will multiply our **D&I impact** (Aim 14) through our suppliers, unlocking value through diversity

We will support a **just energy transition** working with our suppliers to collectively grow and develop

## Planet

We will encourage suppliers to use resources responsibly and embrace **circular economy** thinking

We will enable the delivery of business entity **planet** sustainability goals

We will identify scarce, critical materials essential to our transition growth engines

# Outcome of go, see, and assess



"I don't know where to start."

## Findings:

- Fragmented with various teams accountable/leading sustainability.
- Unawareness of the sustainability toolkits.
- Lack of visibility to sustainability opportunities.
- Pockets of "what good looks" driven by individual motivation.
- bp is beginning its sustainable purchasing journey with many unknowns.



## Opportunity to:

- Integrate across procurement, operations, projects and wells.
- Gain stakeholder commitment from all levels of the organization.
- Shift mindsets through training and awareness sessions sharing learnings and best practice.
- Embed sustainability into our workflow.
- "Do what we say we will do" by leveraging existing tools and assure conformance to existing requirements.