Media Release:

ADNOC DISTRIBUTION TO DECARBONIZE OPERATIONS AND REDUCE CARBON INTENSITY BY 25% BY 2030

Company to cut emissions, install solar panels at service stations and use biofuels to power its fleet of vehicles

New sustainability milestones unveiled during Abu Dhabi Sustainability Week will future proof ADNOC Distribution's business and deliver sustainable long-term shareholder value

ADNOC Distribution becomes first UAE fuel retailer to tap into sustainability linked financing with USD 1.5bn loan

Abu Dhabi, UAE – 20 January 2023: ADNOC Distribution (ISIN: AEA006101017) (Symbol: ADNOCDIST), announced plans, today, to reduce its carbon intensity by 25% by 2030, by putting sustainability at the core of its day-to-day operations to future-proof its business and deliver sustainable long-term shareholder value.

Central to ADNOC Distribution's enhanced sustainability drive is a commitment to decarbonize its operations by reducing its Scope 1 carbon emissions, which come directly from its operations, and its Scope 2 carbon emissions, which come from the energy it uses to run its operations.

The company said it will install solar panels to power service stations and use biofuels in its fleet of vehicles, in addition to expanding its network of EV charging stations. And it will utilise 'green concrete', that is eco-friendly and has a smaller carbon footprint than traditional concrete, in the construction of new service stations.

ADNOC Distribution has also become the first UAE fuel and convenience retailer to tap into sustainable financing, by converting an existing USD1.5bn (AED5.5bn) term loan into a

sustainability-linked one in partnership with First Abu Dhabi Bank PJSC (FAB) as ESG Coordinator. ADNOC Distribution has committed to a penalty/incentive Sustainability Linked Loan which ties the loan to sustainability indicators. In addition to FAB, Abu Dhabi Commercial Bank, Bank of China, Industrial and Commercial Bank of China, and Standard Chartered Bank are parties to the loan.

Eng. Bader Saeed Al Lamki, CEO, ADNOC Distribution, said: “By decarbonizing our business, through greater energy efficiencies and the use of cleaner fuels, and linking our financing objectives to sustainability indicators, we are placing sustainability at the core of our day-to-day operations, ensuring we continue to future-proof our business and deliver sustainable long-term shareholder value.

“The adoption of a sustainable energy mix for our fleet of vehicles and the use of solar energy in our service stations, in addition to rolling out lower carbon intensity products for our customers, underlines our commitment to driving sustainable growth through constant innovation in new energy solutions.”

Al Lamki confirmed ADNOC Distribution will apply its sustainability initiatives across its entire network in the UAE and Kingdom of Saudi Arabia.

In 2022, ADNOC Distribution introduced the Voyager Green Series range of lubricant products for both petrol and diesel engines, made from 100% plant-based base oil as part of its overall strategy to continue expanding sustainable and environmentally-friendly products.

As the UAE’s largest fuel retailer, ADNOC Distribution has already been offering alternative fueling operations across its network, including compressed natural gas fuel which is available at 31 of its stations in the UAE, as well as a fully dedicated Abu Dhabi station.

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About ADNOC Distribution

ADNOC Distribution, listed on the Abu Dhabi Securities Exchange (ADX) under the symbol “ADNOCDIST”, is the leading fuel distributor and convenience store operator in the UAE. ADNOC Distribution operates 481 retail fuel stations, 366 convenience stores in UAE as of 30 September 2022 and is the leading marketer and distributor

of fuels to commercial, industrial and government customers throughout the UAE. ADNOC Distribution operates in all seven emirates in the UAE, and in 2018 expanded its retail fuels operations internationally in the Kingdom of Saudi Arabia where it operates 66 retail fuel stations as of 30 September 2022. To find out more, visit www.adnocdistribution.ae.

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Cautionary statements relevant to forward-looking information

This news release contains forward-looking statements relating to ADNOC Distribution's operations that are based on management's current expectations, estimates and projections about the petroleum, chemicals and other related industries. Words or phrases such as "anticipates," "expects," "intends," "plans," "targets," "forecasts," "projects," "believes," "seeks," "schedules," "estimates," "positions," "pursues," "may," "could," "should," "will," "budgets," "outlook," "trends," "guidance," "focus," "on schedule," "on track," "is slated," "goals," "objectives," "strategies," "opportunities," and similar expressions are intended to identify such forward-looking statements. These statements are not guarantees of future performance and are subject to certain risks, uncertainties and other factors, many of which are beyond the company's control and are difficult to predict. Therefore, actual outcomes and results may differ materially from what is expressed or forecasted in such forward-looking statements. The reader should not place undue reliance on these forward-looking statements, which speak only as of the date of this news release. Unless legally required, ADNOC Distribution undertakes no obligation to update publicly any forward-looking statements, whether as a result of new information, future events or otherwise.