



Lubrizol environmental goals and LCA approach

March 2024



Environmental Footprint Goals





ENVIRONMENTAL FOOTPRINT GOALS

Our environmental footprint goals are embedded throughout the organization.



Emissions

Reduce Scope 1* and Scope 2* greenhouse gas emissions by **20% by 2030** (compared to a 2018 baseline).



Waste

Decrease our waste by 10% by 2030 (compared to a 2018 baseline). This includes reducing the amount of waste generated, reducing scrap and increasing recyclability.



Water

Conduct water risk assessments at all Lubrizol manufacturing sites biennially to determine opportunities for additional improvements. We will also sponsor annual waterbody restoration or clean-up activities in the communities we call home.



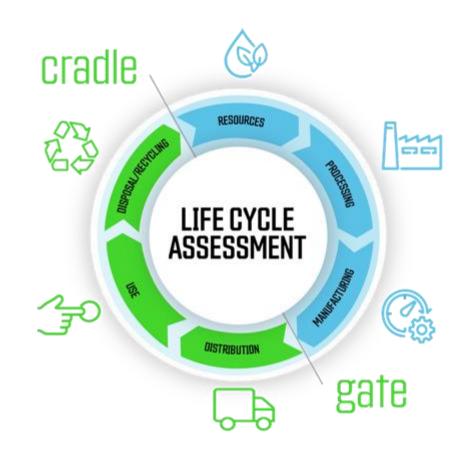
Managing our Environmental Impact with a Life Cycle Assessment (LCA) Approach







Impact of our operations



MAXIMIZING OUR HANDPRINT



Positive impact of our products in use



Lubrizol's Corporate Footprint





~5MMT CO₂ eq/yr

Direct emissions from our operations

7%

SCOPE 1

Indirect emissions from the purchase of electricity and steam

8%

SCOPE 2

Raw materials
(72%) + transport
+ commuting etc.

85%

SCOPE 3



Our Strategy for Scope 1 and 2





ENERGY EFFICIENCY/RECOVERY

NEW TECHNOLOGIES

RENEWABLE ENERGY



Identify & actualize savings by focusing on low- or no-cost energy efficiency opportunities



Reduce energy consumption and/or recover the energy by reclaiming the wasted energy throughout the facility



Replacing old technologies and inefficient processes with new innovative technology



Increase renewable energy – renewable electricity purchase



Examples Of Scope 1 & 2 Actions at Lubrizol Life Science (LLS) Beauty



BRAZIL



Plants powered by 100% renewable energy

US



Avon Lake plant converts water treatment waste to natural gas

SPAIN



Plant sources all energy from low-carbon sources



Lowering Process Impact By Applying Green Chemistry Principles



The **12 principles** of green chemistry is a **framework** for designing and improving **materials**, **products and processes** to **reduce impact** that chemicals and their synthesis have on the **environment and health**.



Applying sustainable practices in our processes to have cleaner, safer and lower impact ingredients







Our Strategy for Scope 3 Raw Materials (RMs)



LCA approach

Reduction of Scope 3 emissions

Several approaches to prioritize actions

Understand better the complete environmental impact of our RMs in order to **make** informed decisions

- Using different RMs
- Engaging with our suppliers to reduce the carbon footprint of the materials we buy from them

- Volumes of feedstocks and impact on our environmental goals
- Availability and cost of new technologies
- Business strategic needs for footprint reduction



What is the impact for our Beauty partners?



Mapped a large majority of our Raw
Materials in our LCA software and run LCAs
on our key product lines including:

- Carbopol[®] polymers
- Merquat[™] conditioning polymers
- Glucamate[™] thickeners

Support our Beauty partners on their sustainability journey by encouraging collaborations around:

- The development of robust data on existing and new products
- Projects helping our partners to reach their
 Scope 3 reduction targets
- Projects addressing the environmental impact assessment of their formulations



Low Impact Technologies from LLS Beauty

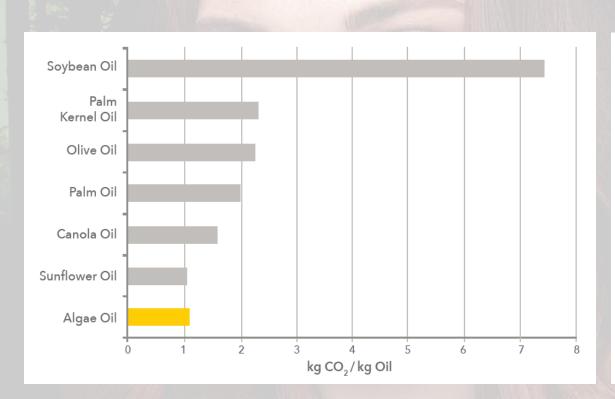


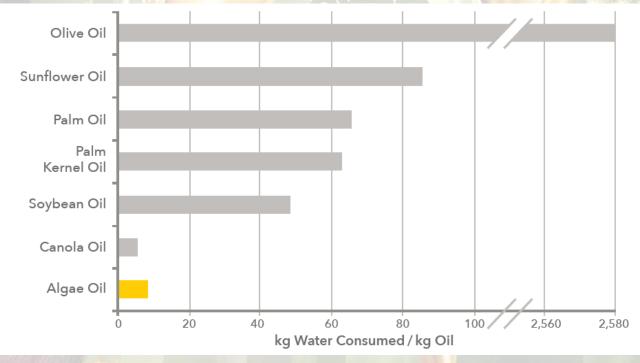


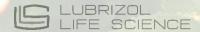
AlgaPūr™ HSHO algae oil



A low carbon and low water footprint algae oil produced in Brazil











Carbopol® Fusion S-20 polymer

Performance of acrylates copolymer with high sustainability profile



Inherently biodegradable (OECD 301B) with friendly ingredient name



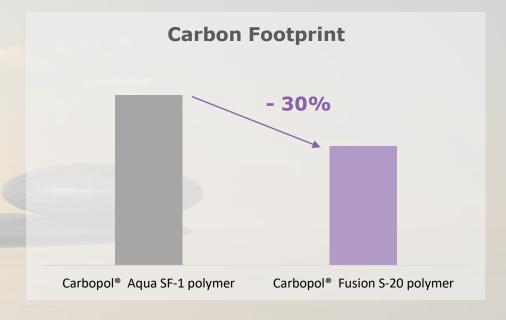
Low C-footprint



Addresses the 12 Principles of Green Chemistry



Contains starch, a renewable resource with good traceability



The calculations have been conducted internally using various assumptions. Customers need to assess impact on their finished formulations based on the use rate of each ingredient.



Phenobio™ subcritical water technology

Sustainability benefits versus standard extraction process

- **7X** shorter extraction time
- **25%** less feedstock
- No chemical solvent used
- 60% water savings
- 25% energy savings
- Compostable waste





Thank you for your attention!



Creating Holistic Partnership



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