

### Methodology used to calculate the Group's total GHG emissions

**[AR 39a]** The Group's GHG emissions calculation (Scopes 1, 2 and 3) relies on the principles, requirements and guidance of the GHG Protocol Corporate Standards (2004 version) and ISO 14064 (supplemented by ISO 14069).

**[AR 39b]** The key assumptions and methodologies used to perform the Group's GHG emissions assessment are described below for each of scope (1, 2 and 3).

**[AR 39c]** The Group's GHG emissions assessment includes emissions of the Kyoto Protocol greenhouse gases: CO<sub>2</sub>, CH<sub>4</sub>, N<sub>2</sub>O and fluorinated gases.

**[AR 39d]** Global Warming Potential (GWP) compares the warming capacity of the various greenhouse gases to CO<sub>2</sub>. The GWPs used to convert the Group's GHG emissions to CO<sub>2</sub> equivalent are the latest updated and published by the Intergovernmental Panel on Climate Change (IPCC), considered on a 100-year scale.

### Scope

**[AR 40]** The scope of the Group's GHG emissions reporting is the scope of the Group's consolidated financial statements, i.e., controlled (fully consolidated) companies and joint ventures on a pro rata basis to the Group's share of ownership, excluding trading entities and securities of non-consolidated companies, as they are not material in terms of environmental impact. This scope is supplemented by the contribution of entities accounted for using the equity method (associates and joint ventures). No cases have been identified in which ENGIE could have operational control according to the interpretation of the ESRS and the GHG Protocol, in entities not controlled by the Group.

**[AR 41]** The Group's GHG emissions break down for Scope 1 into emissions from energy production and emissions from gas networks, and for Scope 3 into emissions from fuel and energy activities and emissions from the use of sold products (fuel sales) related to the Group's activities.

### Scope 1

*Scope 1 emissions verified by the Statutory Auditors with reasonable assurance for 2025 (see Section 3.1.7).*

**[AR 43a]** The Group's Scope 1 GHG emissions include emissions from stationary and mobile combustion, process emissions and fugitive emissions. Emissions calculations are based on operating data on the different fuels consumed, as reported by the installations.

The Group carries out residual gas recovery services for its steel producing customer. These services meet a large part of its electricity needs, replacing the grid electricity required for the steelmaking process. The regulations in force require steel producers to burn process gases, which is usually done by industrial flaring. By converting the waste gases produced by its production processes into energy, ENGIE prevents these gases, representing a volume of 8 Mt CO<sub>2</sub> in 2025, from being flared. ENGIE does not generate any additional CO<sub>2</sub> emissions in this recovery process. As the GHG Protocol does not take this specific case into account, ENGIE has chosen to apply the ISO14404:2024 standard - Calculation method of carbon dioxide emission intensity from iron and steel production, which confirms the steelmaker's responsibility for steel gases and their inclusion in its greenhouse gas emissions. Consequently, the Group excludes GHG emissions related to steel gases from its Scope 1 calculations for the three electricity generation facilities concerned: DK6 in France, and Knippegroen and Rodenhuize in Belgium.

As these are residual gases, a by-product, and not fuel with a supply chain, the Group does not include emissions from an upstream fuel chain in its Scope 3 emissions. The emissions related to the natural gas consumed in these facilities, in addition to steel gas when the latter is not sufficient to meet the industrial company's electricity needs, or at ENGIE's initiative when market conditions are favorable, are recorded in the Group's Scope 1.

**[AR 43b]** The emission factors used are based on the most recent emission factors published by the IPCC (IPCC Guidelines for National GHG Inventories, Vol. 2 Energy – 2006).

**[AR 43c]** The Group's GHG emissions reporting includes biogenic CO<sub>2</sub> emissions resulting from the combustion or biodegradation of biomass, as well as emissions of other types of GHGs, notably CH<sub>4</sub> and N<sub>2</sub>O.

**[AR 43d]** The Group's reported GHG emissions do not include purchased, sold or transferred removals or carbon credits, or GHG allowances.

**[AR 43e]** For activities falling within the scope of EU-ETS regulations, emissions reported under Scope 1 follow the same methodology.

**[AR 44]** In calculating the percentage of Scope 1 GHG emissions covered by the EU ETS regulations presented above, the Group:

- takes into account the GHG emissions of the installations it operates and which are subject to the EU-ETS regulations;
- includes emissions of CO<sub>2</sub>, CH<sub>4</sub>, N<sub>2</sub>O and fluorinated gases;
- follows the same annual reporting periods for Scope 1 GHG emissions and emissions covered by the EU ETS;
- calculates the percentage using the following formula: (GHG emissions (in t CO<sub>2</sub> eq.) from installations subject to the EU-ETS regulations + national ETS + non-EU ETS)/(total Scope 1 GHG emissions in t CO<sub>2</sub> eq.).

### Scope 2

*Scope 2 location-based emissions verified by the Statutory Auditors with reasonable assurance for 2025 (see Section 3.1.7).*

**[AR 45]** For the assessment of Scope 2 GHG emissions, the Group:

- applies the principles, requirements and guidance of the GHG Protocol Corporate Standards (Scope 2 guidance document, 2015 version);
- includes purchases of electricity, steam, heat and cooling;
- excludes from Scope 2 any emissions reported in Scopes 1 and 3 to avoid double counting;
- applies the same principles to pumped storage facilities as to batteries, in accordance with the European Taxonomy recommendations. Accordingly, electricity consumption corresponds to the difference between electricity supplied by the network and that returned to the network. The latter, as a result, is no longer accounted for under the Group's electricity production;
- applies for Scope 2 the location-based method (quantification based on average emission factors of energy production for defined geographical locations) and the market-based method (quantification based on GHG emissions emitted by producers from which the Group contractually purchases either electricity bundled with instruments or contractual instruments alone);
- discloses biogenic emissions of CO<sub>2</sub> from the combustion or biodegradation of biomass separately from Scope 2 GHG emissions, where applicable;
- does not include any removals, or any purchased, sold or transferred carbon credits or GHG allowances in the calculation of Scope 2 GHG emissions.

- In 2025, the Group refined its methodology for calculating heat-related emissions. Heat consumption is now disclosed for Scope 2 separately from the purchase of heating for resale disclosed for Scope 3.

### Scope 3

**[AR 46]** For the assessment of Scope 3 GHG emissions, the Group:

- draws on the principles, requirements and guidelines of the GHG Protocol Corporate Value Chain (Scope 3) (Version 2011) and breaks down its total Scope 3 emissions into the 15 categories defined by the GHG Protocol;
- performs an annual reassessment of Scope 3 emissions for each reported category;
- identifies and discloses the significant Scope 3 categories in relation to the Group's total GHG emissions and according to the criteria defined by the GHG Protocol;
- excludes from the carbon footprint reporting presented for the Group the following Scope 3 GHG emissions categories as they are not significant compared with the total GHG emissions reported by the Group or because they are not relevant given the Group's scope of activities:
  - Scope 3.4 "Upstream Transportation and Distribution",
  - Scope 3.5 "Waste Generated in Operations",
  - Scope 3.8 "Upstream Leased Assets",
  - Scope 3.9 "Downstream Transportation and Distribution",
  - Scope 3.10 "Processing of Sold Products",
  - Scope 3.12 "End-of-Life Treatment of Sold Products",
  - Scope 3.13 "Downstream Leased Assets",
  - Scope 3.14 "Franchises";
- provides the source data used:
  - Scope 3.1 "Purchased goods and services" and Scope 3.2 "Capital goods": these two categories are the only ones without primary data (4.1% of Scope 3). They are calculated on the basis of expenses recorded in the financial statements for the reporting year,
  - Scope 3.3 "Fuel- and Energy-Related Activities (not included in Scope 1 or Scope 2)": this category includes "Upstream emissions of purchased fuels and electricity (3.3.A., 3.3.B. and 3.3.C)" and "Generation of purchased electricity that is sold to end users (3.3.D.)",
    - for "upstream emissions of purchased fuels and electricity": the Group uses all volumes of fuels consumed or sold by consolidated entities (Scope 1 combustion and category 3.11 use of sold products); as well as all volumes of energy consumed or lost by consolidated entities (Scope 2),
    - for "Generation of purchased electricity that is sold to end users (3.3.D.)": the Group uses all volumes of energy (electricity, heating, cooling) sold to end-users, distinguishing between the types of commodities (renewable, decarbonized or from the grid). To avoid double counting with GHG emissions related to energy production, country-by-country netting is performed to limit reporting to emissions related to the sale of energy not produced by Group installations,

- Scope 3.6 “Business Travel”: related GHG emissions (air or rail travel) are calculated either on the basis of GHG emissions data supplied by the carriers concerned or on the basis of estimated data if the carriers’ emissions data are not available. The data collected covers 97% of Group employees,
- Scope 3.7 “Employee Commuting”: related GHG emissions concern the energy consumption of the various means of transportation used by employees to commute to and from work (excluding company-owned vehicles, for which related GHG emissions are counted in Scope 1). These emissions cannot be accurately measured, and calculations are based on estimates made either from data collected on employees’ travel habits (mode used and distance) or from averages based on benchmarks. For 2025, the data collected to estimate commuting covers approximately 60% of the Group scope. The data collected has therefore been extrapolated to be representative of the entire Group scope. In 2025, this scope represents less than 0.1% of the Group’s total carbon footprint,
- Scope 3.11 “Use of sold products (fuel sales to end-users, off market)”: the Group uses the volumes of fuels (gas, biomethane, biomass) sold to end-users. The term “end users” refers to customers who themselves consume the natural gas they have purchased. Volumes sold to trading platforms, resellers, Local Distribution Companies or other intermediaries not owned by ENGIE are, therefore, excluded,
- Scope 3.15 “Investments”: this category includes Scope 1 and Scope 2 emissions from entities consolidated for using the equity method (associates or joint ventures). Their emissions are reported proportionally to their percentage of consolidation in the Group’s financial statements;
- specifies below the emission factors used:
  - for fuel and technology life-cycle assessments (LCA), the ecoinvent 3.9 database, except in the following cases (i) for blue and green ammonia, emission factors taken from the Sphera database (1<sup>st</sup> Life Cycle GHG Emission Study on the Use of Ammonia as Marine Fuel – Sphera 2024 (<https://sphera.com/resources/report/1st-life-cycle-ghg-emission-study-on-the-use-of-ammonia-as-marine-fuel/>)), (ii) for 1G biomethane, emission factors adapted from the Biogenic Emission Factors database and (iii) for grey, blue and green hydrogen, natural gas, syngas and 2G biomethane, emission factors taken from data from the CRIGEN laboratory (the Group’s research department) based on life-cycle assessments,

- for energy (electricity, heating, cooling) purchased for consumption or resale: use of the emission factors described above and production volumes by country communicated by local carriers (e.g., ENTSO-E for Europe). For purchased heat: use of emission factors provided by FEDENE (Federation of Energy and Environment Services),
- for purchased goods and services: use of emission factors applied on a case-by-case basis to expenditures by purchasing category. The emission factors used for 2025 reflect work to fine-tune the methodology used in previous years. The number of emission factors used has increased significantly, as has their granularity. At this stage, most remain generic emission factors or combinations of generic emission factors, a sign of the low maturity of the supplier market (few of which have yet conducted detailed carbon analysis of their goods).

[AR 47] To determine the total GHG emissions presented above, the Group applies the following formulas:

$$\begin{matrix} \text{Total} \\ \text{location-based} \\ \text{GHG emissions} \\ \text{(t CO}_2\text{eq.)} \end{matrix} = \begin{matrix} \text{Gross} \\ \text{Scope 1} \end{matrix} + \begin{matrix} \text{Gross} \\ \text{Scope 2} \\ \text{location-based} \end{matrix} + \begin{matrix} \text{Gross} \\ \text{Scope 3} \end{matrix}$$

$$\begin{matrix} \text{Total} \\ \text{market-based} \\ \text{GHG emissions} \\ \text{(t CO}_2\text{eq.)} \end{matrix} = \begin{matrix} \text{Gross} \\ \text{Scope 1} \end{matrix} + \begin{matrix} \text{Gross} \\ \text{Scope 2} \\ \text{market-based} \end{matrix} + \begin{matrix} \text{Gross} \\ \text{Scope 3} \end{matrix}$$