



Sustainability Report

2022 Highlights and Progress



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About

Sempra Infrastructure's vision is to deliver energy for a better world. Through the combined strength of its assets in North America, the company is dedicated to helping enable the global energy transition. Its more than 2,300 employees develop, build and operate energy infrastructure that is expected to play a crucial role in the energy systems of the future, while prioritizing sustainability, innovation, world-class safety, championing people, resilient operations and social responsibility.

Sempra Infrastructure is committed to creating long-term sustainable growth by providing energy safely and reliably. With over \$15 billion in total assets and nearly \$2 billion in revenue in 2022, the company executes on its goals through three business lines:

- **Clean power:** With a focus on safe and reliable integration of North America's power grids, Sempra Infrastructure operates more than 1,600 megawatts of energy projects in Mexico with significant cross-border renewable energy development opportunities.
- **Energy networks:** Sempra Infrastructure owns and operates natural gas transmission and distribution pipelines in Mexico and the U.S., in addition to ethane pipelines, liquified petroleum gas (LPG) transportation and storage, and a network of refined products storage terminals in Mexico. Through its energy networks, Sempra Infrastructure helps meet energy needs and promote growth and development of the markets that it serves.
- **LNG and net-zero solutions:** The company's liquified natural gas (LNG) facilities and net-zero development projects on the Pacific and Gulf coasts of North America serve energy diversification and energy transition ambitions by facilitating affordable, reliable and lower-carbon intensity energy.

Message from leadership

The year 2022 witnessed what can only be described as a global energy crisis and a seismic shift in world energy markets. Due to both predictable and unforeseen events, energy supplies were constrained, countries scrambled to secure high-demand resources and consumers were stressed by rising costs and uncertainty over future energy security.

Through it all, Sempra Infrastructure navigated this challenging environment and delivered an extraordinary record of performance. Our team rose to meet the moment, leveraging our position at the intersection of North America's abundant natural gas resources and the pipeline and export infrastructure needed to move those resources around the world. We are proud of our efforts to help backstop the loss of much-needed energy supplies in Europe, while at the same time honoring and deepening our valued partnerships in key regions like the Asia-Pacific. The work we accomplished in 2022 further supports our company's strong belief that it is possible to achieve economic growth and prosperity and improve energy security, while simultaneously making progress toward emissions reduction and climate targets.

We achieved multiple commercial milestones in 2022, including on proposed projects exploring

opportunities in LNG and carbon capture and sequestration, an agreement to supply clean energy into California, and a framework for collaboration with Mexico's Federal Electricity Commission to continue developing natural gas projects in the country.

These projects, and others, are not only strengthening our company's North American integration goals, but they are also helping enable further progress towards a responsible energy transition. In fact, we've made strong progress advancing our sustainability agenda of protecting the environment, providing resilient and affordable energy, supporting communities where we live and work, and building an inclusive economy where everyone can have a bright future.

As we move into 2023, Sempra Infrastructure is well-positioned to continue the successful trajectory that began with the platform's creation in 2021 with our market position, our mission and our people. We will define that success both in our continued business development and our work with partners and communities domestically and around the world, all with an ongoing commitment to our sustainability strategy and to our role in helping achieve a secure, reliable and cleaner energy future for all.



Sincerely,

A handwritten signature in black ink, appearing to read 'Dan R. Brouillette'.

Dan R. Brouillette
President and Chief Sustainability Officer
Sempra Infrastructure

2022 Year in Numbers

6,200+

safety observations completed at the Cameron LNG facility

4.7M

hours worked without a lost time injury during construction at Energía Costa Azul (ECA) LNG Phase 1

98%

reliability maintained in natural gas transmission systems¹

78%

facilities in Mexico certified under ISO 45001 with an aim to certify 100% by 2030

31%

women in our workforce compared to energy industry average of 25%²

85%

reduction in total hours of unplanned outages critical to providing improved energy security to customers³

Top 10

Great Place to Work (GPTW) recognition in Mexico⁴

1.04 GW

of wind and solar contributed to nearly 1.3 million tons of CO₂e emissions avoidance

>2,500

acres of viable wetlands restored by the Cameron LNG facility since 2005

49%
lower

electric generation carbon intensity compared to national average for Mexico and U.S.⁵

\$2.6M

charitable donations

41%
lower

GHG emissions intensity achieved compared to the 2020 baseline⁶

¹ Applicable to Mexico operations.

² U.S. Department of Energy, U.S. Energy & Employment Report.

³ At Cameron LNG facility relative to 2021.

⁴ Sempra Infrastructure's Mexico operations, conducted by its subsidiary IEnova, was named among Mexico's top ten Great Place to Work rankings within the 500 to 5,000 employee category. This marks the seventh year that IEnova received the recognition and the first year among the top ten.

⁵ Refers to electric generation intensity for renewable and natural gas-fired generation. At 0.21 tCO₂e/MWh, this is lower than Sempra Infrastructure's annual aim to maintain intensity well under 0.35 tCO₂e/MWh and the 2022 national electric emissions factor of 0.434 tCO₂e/MWh in Mexico and 0.388 tCO₂e/MWh in the U.S.

⁶ Each year, Sempra Infrastructure aims to operate its existing LNG infrastructure at a GHG emissions intensity that is 20% less than a 2020 baseline. It was one of the first U.S. companies in the LNG industry to declare a GHG emissions intensity goal.

Doing business sustainably

Every day, Sempra Infrastructure's mission to be North America's leading energy infrastructure company comes to life through the company's values of doing the right thing, championing people and shaping the future. As an energy leader with purpose, Sempra Infrastructure aims to enable access to safe and sustainable energy for a better world.

Sempra's four sustainability pillars—enabling the energy transition, driving resilient operations, achieving world-class safety and championing people—are at the core of Sempra Infrastructure's sustainability strategy and the company is conscious of its role in contributing to the energy transition. Sempra Infrastructure commits to advancing safety, its people and being a responsible business partner in the communities where it operates.



**Enabling
the energy
transition**



**Driving
resilient
operations**



**Achieving
world-class
safety**



**Championing
people**

DOING BUSINESS SUSTAINABLY

Enabling the energy transition



Decarbonization efforts

Sempra Infrastructure provides access to cleaner, more reliable and more affordable energy that can help displace coal and other fossil fuels across the globe, while serving the energy diversification and transition ambitions of its customers.

With a focus on reducing emissions, while supporting increased renewable power generation and production of alternative fuels, the company made strides in decarbonization through internal programs and increased collaboration with industry stakeholders:

- Completed a demonstration project as part of Veritas¹ for the LNG segment.
- Collaborated with industry partners to research GHG emissions from LNG carrier ships, resulting in one of the first peer-reviewed publications of its kind.²

- Modified leak identification and repair procedures in Mexico to incorporate more stringent standards.
- Achieved GHG emissions intensity of 41% less than the 2020 baseline.³
- Implemented a trip reduction program at the Cameron LNG facility to reduce potential GHG emissions. Plant trips were reduced by 72% compared to 2021.
- Developed the Cameron LNG facility's maintenance program and established new goals, including for GHG monitoring and leak repair. The facility reduced flaring by 19% compared to 2021.

Sempra Infrastructure pursued opportunities to lower emissions of facilities and expand its net-zero portfolio.

- The Cameron LNG expansion project plans to incorporate use of electric-driven refrigeration compressors to allow for significant emissions reductions compared to the use of gas turbines.
- Continued development of the Hackberry Carbon Sequestration project to capture and permanently sequester carbon dioxide from the Cameron LNG facility.
- Announced the signing of memorandums of understanding (MOUs) with Entergy Louisiana and Entergy Texas to develop options for renewable energy procurement.⁴

- Continued efforts to reduce venting in new natural gas transmission assets.
- Prepared for Mexico's Emissions Trading System by identifying and developing plans for carbon offset projects.

Renewable generation, battery storage and clean hydrogen

Sempra Infrastructure owns and operates a portfolio of renewable power generation assets and is pursuing opportunities in battery energy storage and clean hydrogen production.

- Renewable energy generated directly contributed to avoiding 1,293,088 tons of carbon dioxide equivalent emissions in 2022.
- Cimarron Wind, a 300-megawatt wind energy facility under development in Tecate, Baja California, is expected to export energy to California through a 20-year Power Purchase Agreement with Silicon Valley Power.
- Volta de Mexicali, a battery energy storage system, is being developed to improve resilience and facilitate deployment of renewable energy in an increasingly integrated cross-border system.
- Signed a Heads of Agreement (HOA) with Avangrid for the joint development of U.S. green hydrogen and ammonia projects powered by renewable sources.⁵

¹ Project Veritas is a differentiated gas measurement and verification initiative that supports Sempra Infrastructure, industry partners and other customers' aims to bring to market responsibly sourced gas that is produced and transported using established GHG measurement and verification methodologies.

² Total Methane and CO₂ Emissions from Liquefied Natural Gas Carrier Ships: The First Primary Measurements.

³ Achievement based on Sempra's aim to operate LNG infrastructure at a GHG emissions intensity 20% less than 2020 baseline.

⁴ These MOUs are non-binding arrangements and do not commit any party to enter into definitive agreements.

⁵ This HOA is a non-binding arrangement and does not commit any party to enter into definitive agreements.

DOING BUSINESS SUSTAINABLY

Driving resilient operations



Asset integrity management

Maintaining asset integrity is a core element of Sempra Infrastructure's business. The company works hard to provide services reliably and safely. Sempra Infrastructure's asset integrity management program is implemented on natural gas transmission and distribution systems during all project stages, such as, development, design, construction, operation and divestiture. Program objectives include evaluating the assets' reliability, availability and remaining useful life, prioritizing safety and protection of the environment, maintaining production levels and mitigating risks.

Compliance and risk management

Effective compliance and risk management are critical components to operational resiliency. In 2020, the OpenText platform was launched in Mexico to monitor compliance with regulatory obligations of all the company's operating units. In its efforts to adequately manage compliance obligations and mitigate risk, Sempra Infrastructure expanded the use of such systems to LNG and net-zero solutions projects and operating facilities in the U.S. The software solution allows Permitting & Compliance teams to track permit obligations, manage renewals,

help ensure completion of key activities, and maintain evidence of compliance. Over 500 permit compliance activities were completed in 2022.

Cybersecurity

Sempra Infrastructure continues to strengthen its cybersecurity measures to promote the importance of securing and protecting information regarding assets, employees, communities, suppliers and customers. A company-wide cybersecurity strategy helps to reduce risk exposure threats and vulnerabilities. Recent enhancements include:

- Cybersecurity incident response plan aligned with the National Institute of Standards and Technology, ISO-27000, Center for Internet Security and Transportation Security Administration is in place.
- Cybersecurity assessments and penetration testing exercises to support the proactive identification of inherent risks.
- Awareness campaigns and cybersecurity exercises implemented at management levels to improve cybersecurity awareness across the company in the U.S. and Mexico.

Environmental management

Sempra Infrastructure believes that the protection and preservation of the environment can be compatible with the development of energy infrastructure. From water use to emissions management, waste and biodiversity protection, Sempra Infrastructure is committed to the responsible use of natural resources. Some examples include:

- The nursery at the ECA regasification facility and ECA LNG facility under construction protects more than 50,000 plants of 28 native species.
- Los Ramones pipelines I and II have biodiversity protection and conservation programs in Nuevo León, Mexico. In collaboration with Universidad Autónoma de Nuevo León, more than 170,000 plants of 70 species and an average of 6 million seeds of 38 species were rescued from the construction sites and are protected in nurseries.
- Since 2003, the company has implemented a marine mammal protection program at the ECA regasification facility. Developed alongside local biologists, the program is designed to monitor marine mammals to prevent obstructions or coalitions with tankers during migration periods, with zero incidents recorded. As of today, records for this project include more than 67,000 images of 13 different species, mostly gray whales, sea lions and dolphins.
- In coordination with local environmental and wildlife organizations, including Louisiana Wildlife and Fisheries Foundation and the Louisiana Department of Wildlife and Fisheries, the Cameron LNG facility supports and funds programs to promote the conservation of the marsh, wetland areas and wildlife of the coastal area around our facility.
- Sempra Infrastructure and the Cameron LNG project have proudly collaborated with Ducks Unlimited at the state and local level to promote natural habitat protection for waterfowl that migrate to Louisiana each winter. Louisiana's coastal marshes host up to 10 million of the nation's wintering waterfowl every year.

DOING BUSINESS SUSTAINABLY

Achieving world-class safety



Community safety

To protect its workforce, customers and communities, Sempra Infrastructure has developed emergency preparedness and response plans for its assets. These plans are key elements of effective health and safety management on site, and are intended to help maintain resiliency during natural disasters and other disruptive events to which the company's operations may be exposed. Protocols vary by facility based on specific risk profiles, which include geographic location and facility type, among other factors.

The company engages with external stakeholders to support the safety and resiliency of the communities in which it operates. In Mexico, in compliance with requirements from both the Ministry of Labor and Social Welfare (Secretaría del Trabajo y Previsión Social, STPS) and Civil Protection authorities, Sempra Infrastructure regularly conducts drills that allow the company to identify procedural gaps and continue to improve emergency response efforts. Such drills may involve participation from government agencies and the Mexican Red Cross.

In the U.S., emergency preparedness efforts involve local partners, such as Beauregard Parish Fire and the Deridder Police Department in Louisiana. Annual drills are conducted to improve coordination across various emergency scenarios. As one example, to improve resiliency against hurricanes, Cameron LNG facility representatives regularly meet with local waterway partners, the U.S. Coast Guard and Port of Lake Charles to enhance monitoring and safe navigation in the area.

Employee and contractor safety

Sempra Infrastructure's health and safety policies reflect the company's commitment to establish safe work practices by implementing adequate preventive measures for people, facilities and processes, and have a workplace that is free from uncontrolled known hazards.

Workspaces and the situations to which employees and contractors are exposed are expected to comply with the company's health and safety policies, regulatory requirements and international standards. Health and safety performance metrics are monitored to continue improving accident and incident rates. Efforts in 2022 included:

- In the U.S., improved employee and contractor OSHA total recordable injury rate and lost time incident rate by 70% and 75%, respectively, relative to 2021.
- The Port Arthur LNG Phase 1 development project was awarded the Perfect Record Award from the National Safety Council for achieving

over 1.7 million hours without an occupational injury or illness involving days away from work.

- In Mexico, Sempra Infrastructure conducted a health and safety summit focused on aligning concepts and learning about world-class practices. Over 160 employees participated.

It is with great sadness that we report a contractor fatality. This incident was investigated, and Sempra Infrastructure identified the underlying circumstances and took remedial action designed to prevent reoccurrence.



DOING BUSINESS SUSTAINABLY

Championing people



High-performance culture

Based on results from its last bi-annual employee engagement survey in 2021, Sempra Infrastructure identified three company-wide opportunity areas: belonging, collaboration and employee recognition. In 2022, it launched the “Sempra Infrastructure Way / Lo Que Nos Distingue,” ten guiding principles to foster a high-performance culture, with one principle dedicated to championing and celebrating people, and one dedicated to fostering a culture of caring and belonging.

Diversity and inclusion

Sempra Infrastructure has created integration programs designed to forge a strong, multi-cultural and broadly experienced team. 2022 highlights include:

- The “Growing Responsibilities and Opportunities for Women” (GROW) mentoring program was expanded to Mexico, focused on developing women leaders and covering topics such as leadership competencies, networking and career building.
- The company worked to increase participation in development programs. In 2022, 80 hours were allocated to training and workshops focused on diversity and inclusion.

- In Mexico, Sempra Infrastructure has an operator training program focused on promoting talent and integrating a young workforce into the energy sector. Recent graduates from specific engineering backgrounds are invited to participate in intensive paid technical training, potentially leading to full-time employment upon completion of the program.

Community engagement

Sempra Infrastructure seeks to be an integral part of the communities in which it operates and provides support for communities through various social investment programs and through actions carried out by the different business lines.

Volunteer efforts in 2022 spanned across three main pillars: social justice, environmental stewardship and community services.

- **Social justice:** In line with the company’s commitment to emergency preparedness and safety, employees volunteered for food bank collection and distribution drives during the month of September as part of the Hunger Action Month initiative. In 2022, 17 employees and their families contributed 68 hours of volunteer services to a food sort day at the Houston Food Bank. Additionally, employee and company contributions totaled over \$50,000 to four food banks (Houston Food Bank, San Diego Food Bank, SETX Food Bank and Second Harvest –Southwest Louisiana Chapter).
- **Environmental stewardship:** In April 2022, as part of the Houston native grass and plants project, Sempra Infrastructure employees and their families contributed approximately 100

hours of volunteer time to plant over 900 native grasses and plants to help preserve, restore and enhance Memorial Park during Earth month.

- **Community services:** Sempra Infrastructure launched campaigns to involve employees with the causes the company supports, including a donation campaign for Casa Hogar del Anciano de Ensenada, A.C., activities to commemorate Earth Day in Baja California and Nuevo León, Mexico, and donation of school supplies and holiday presents for almost 200 children in shelter homes.

Assets in development, construction or operation have specific budgets to develop social investment projects. For example, in 2022 Sempra Infrastructure built a solar water purification plant for the indigenous community of Masiaca, located in Sonora, Mexico. In Ensenada, the company made notable investments in social, sports and security infrastructure.

Fundación Sempra Infraestructura

In Mexico, Fundación Sempra Infraestructura, or the SI Foundation, focuses on four pillars: education, environment, vulnerable groups and community services, supporting projects that bring medium- and long-term benefits to communities. In 2022, the SI Foundation supported 55 projects focused on scholarships, infrastructure improvements and electrification using clean energies at shelters and vulnerable groups’ attention centers, integral support in the treatment of children with cancer and medical equipment benefiting over 300,000 people across 14 states in Mexico.

Conclusion

Sempra Infrastructure believes it is possible to advance energy security while simultaneously targeting efforts to help address climate change. The combined platform strengths of the company's clean power, energy networks and LNG and net-zero solutions business lines continue to enable Sempra Infrastructure to provide access to safe and reliable energy sources, aiming to improve people's lives, inspire innovation in clean energy technologies, and help create opportunities.

Sempra Infrastructure is committed to doing what is right for the planet and for the communities in which it operates. In 2023, the company aims to continue strengthening its sustainability strategy and goals to contribute to creating a more sustainable world.

Awards and recognition



Forward-looking statement

This report contains statements that constitute forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. Forward-looking statements are based on assumptions with respect to the future, involve risks and uncertainties, and are not guarantees. Future results may differ materially from those expressed or implied in any forward-looking statement. These forward-looking statements represent our estimates and assumptions only as of May 15, 2023. We assume no obligation to update or revise any forward-looking statement as a result of new information, future events or otherwise.

In this report, forward-looking statements can be identified by words such as “believes,” “expects,” “intends,” “anticipates,” “contemplates,” “plans,” “estimates,” “projects,” “forecasts,” “should,” “could,” “would,” “will,” “confident,” “may,” “can,” “potential,” “possible,” “proposed,” “in process,” “construct,” “develop,” “opportunity,” “initiative,” “target,” “outlook,” “optimistic,” “poised,” “maintain,” “continue,” “progress,” “advance,” “goal,” “aim,” “commit,” or similar expressions, or when we discuss our guidance, priorities, strategy, goals, vision, mission, opportunities, projections, intentions or expectations.

Factors, among others, that could cause actual results and events to differ materially from those expressed or implied in any forward-looking statement include risks and uncertainties relating to: decisions, investigations, inquiries, regulations, issuances or revocations of permits, consents, approvals or other authorizations, and other actions by (i) the U.S. Department of Energy, Comisión Reguladora de Energía, U.S. Federal Energy Regulatory Commission and other governmental and regulatory bodies and (ii) the U.S., Mexico and states, counties, cities and other jurisdictions therein and in other countries in which we do business; the success of business development efforts, construction projects and acquisitions and divestitures, including risks in (i) being able to make a final investment decision, (ii) completing construction projects or other transactions on schedule and budget, (iii) realizing anticipated benefits from any of these efforts if completed, and (iv) obtaining the consent or approval of third parties; litigation, arbitrations, property disputes and other proceedings, and changes to laws and regulations, including those related to the energy industry in Mexico; cybersecurity threats, including by state and state-sponsored actors, of ransomware attacks on our systems or the systems of third-parties with which we conduct business, including the energy grid or other energy infrastructure, all of which have become more pronounced due to recent geopolitical events; our ability to borrow money on favorable terms and meet our obligations, including due to (i) actions by credit rating agencies to downgrade our credit ratings or place those ratings on negative outlook or (ii) rising interest rates and inflation; failure of foreign governments, state-owned entities and our counterparties to honor their contracts and commitments; the impact on our ability to pass through higher costs to customers due to volatility in inflation, interest and foreign currency exchange rates and commodity prices; the impact of climate and sustainability policies, laws, rules,

regulations, disclosures and trends, including actions to reduce or eliminate reliance on natural gas, the risk of nonrecovery for stranded assets, and our ability to incorporate new technologies; weather, natural disasters, pandemics, accidents, equipment failures, explosions, terrorism, information system outages or other events that disrupt our operations, damage our facilities or systems, cause the release of harmful materials or fires or subject us to liability for damages, fines and penalties, some of which may not be recoverable through insurance or may impact our ability to obtain satisfactory levels of affordable insurance; the availability of natural gas, including disruptions caused by failures in the pipeline system of limitations on the withdrawal of natural gas from storage facilities; changes in tax and trade policies, laws and regulations, including tariffs, revisions to international trade agreements and sanctions, such as those imposed in connection with the war in Ukraine, any of which may increase our costs, reduce our competitiveness, impact our ability to do business with certain counterparties, or impair our ability to resolve trade disputes; and other uncertainties, some of which are difficult to predict and beyond our control.

These risks and uncertainties are further discussed in the reports that Sempra has filed with the U.S. Securities and Exchange Commission (SEC). These reports are available through the EDGAR system free-of-charge on the SEC’s website, www.sec.gov, and on Sempra’s website, www.sempra.com. Investors should not rely unduly on any forward-looking statements.

Sempra Infrastructure and Sempra Infrastructure Partners are not the same company as San Diego Gas & Electric Company or Southern California Gas Company, and none of Sempra Infrastructure, Sempra Infrastructure Partners nor any of its subsidiaries is regulated by the California Public Utilities Commission.

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