

Phillips 66	
Sector	Oil & Gas
Latest full assessment published	July 2021
CDP Responder	Yes

1.1E-* **#72/100**
ACT Score (2021) **Sector Rank (2021)**



Company recommendations:

Targets: The company requires targets which are comprehensive enough to hold management to account for short, medium and long-term action to reduce emissions. The company requires a net zero target covering all of its emissions.

Emissions reductions and reporting: The company's emissions contrast with its 1.5°C pathway which requires it to make substantial decreases in its emissions intensity.

Low-carbon CapEx: The company's CapEx reporting does not provide sufficient detail to show its financial commitment to climate mitigation. Improved disclosure will allow for this assessment, specifically providing the breakdown of what low-carbon opportunities are covered in their CapEx

Transition plan: The company can improve the elements of its transition plan by ensuring it includes verifiable and quantifiable key performance indicators and financial commitments. The plan should be informed by scenario analysis to ensure that the plan's ambition is sufficient for a 1.5°C pathway.

For the last full ACT assessment and more information visit: [Oil and Gas Benchmark \(worldbenchmarkingalliance.org\)](https://www.worldbenchmarkingalliance.org)

Module	Last Assessment Performance (2021)	Current Performance (2023)		Module summary	Change in performance since last full assessment
Targets		Net zero target (all scopes)?	No	Phillips 66 has set targets since its last assessment. For Scope 1 and 2 it has the target to reduce emissions by 50% by 2050, and an interim target of 30% by 2030 against a 2019 baseline. It has a scope 3 target to reduce by 15% by 2030. It does not have a net-zero target.	 Improves
		Interim target(s)?	Yes		
		Targets cover all emissions?	Yes		
Emissions reductions and reporting		Scope 1 and 2 emissions intensity disclosed?	Yes	Phillips 66 combined Scope 1, 2, and 3 emissions intensity has decreased by 3.1% between 2021 and the 2019 baseline. This does not align with the annual 4% reduction in emissions required to align with its 1.5 decarbonisation pathway. The company still does not report their expected revenue from low-carbon products.	 Remains the same
		Scope 1, 2 and 3 emissions intensity disclosed?	Yes		
Low-carbon capital expenditure		Reports low-carbon CapEx?	No	Phillips 66 does not report its low-carbon CapEx. Whilst it does state that 45% of their total 2022 CapEx was for low-carbon opportunities, it does not provide enough detail on these opportunities to determine if they are low-carbon aligned.	 Remains the same
Transition Plan		Public transition plan?	Yes	The company does have targets, but does not detail how it plans to achieve them. The plan also lacks financial information. The board does have oversight of their transition plan but does not have sufficient expertise related to climate change or the low-carbon transition.	 Improves
		Relevant expertise on the board?	No		
		Incentives linked to emissions reductions?	No		
		Financial content in plan?	No		
		Plan informed by scenario analysis?	No		

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*ACT scores are constructed of three parts. The performance score out of 20, narrative score A – E and trend score + / = / -