

Shell PLC	
Sector	Oil & Gas
Latest full assessment published	July 2021
CDP Responder	Yes

3.4C=*
ACT Score (2021)

#10_{/100}
Sector Rank (2021)



Company recommendations:

Targets: The company has set comprehensive targets that cover the short, medium and long term. To be effective the company should be clear on the use of offsets and prioritise direct emissions reduction where possible.

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

Low-carbon CapEx: To align with a 1.5°C scenario the company should significantly increase the proportion of its total CapEx spend invested in low-carbon and carbon removal technologies.

Transition plan: The company has a comprehensive low-carbon transition plan informed by climate scenario analysis that has considered the implications of a 1.5°C scenario. It should continue to monitor progress against its plan and make adjustments to remain aligned with a 1.5°C pathway

For the last full ACT assessment and more information visit: [Oil and Gas Benchmark \(worldbenchmarkingalliance.org\)](https://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)?	Yes	Shell has set comprehensive targets to reduce emissions across their value chain, aiming to be net zero across all scopes and their emissions intensities by 2050. Shell has several interim targets to reduce the emissions intensity of their products. Shell lacks clarity on its intended use of offset to achieve these targets.	 Remains the same
		Interim target(s)?	Yes		
		Targets cover all emissions?	Yes		
Emissions reductions and reporting		Scope 1 and 2 emissions intensity disclosed?	Yes	Despite Shell's absolute scope 1, 2 and 3 emissions continuing to decrease. Shell's emissions intensities for both its scope 1,2 and 3 and its upstream scope 1 and 2 have increased since the last assessment.	 Worsens
		Scope 1, 2 and 3 emissions intensity disclosed?	Yes		
Low-carbon capital expenditure		Reports low-carbon CapEx?	Yes	Shell is increasing its total CapEx spending on renewables and energy solutions. The company spent USD 3.5 billion in 2022. However, this represents only around 14% of the company's total CapEx. Also, the company's energy solutions segment includes the trading of pipeline gas which is not considered low-carbon.	 Improves
Transition Plan		Public transition plan?	Yes	Shell has board-level and CEO oversight for climate-related issues, yet no individual on the board has relevant professional or academic experience. Shell's transition plan covers all of the company's emissions including its value chain. Shell is applying a carbon price and has used scenario analysis to inform its transition plan.	 Remains the Same
		Relevant expertise on the board?	No		
		Incentives linked to emissions reductions?	Yes		
		Financial content in plan?	Yes		
		Plan informed by scenario analysis?	Yes		

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