



Cepsa and Sonatrach sign a Memorandum of Understanding on Green Hydrogen

Cepsa and Sonatrach have signed today a memorandum of understanding to jointly carry out a feasibility study for the development of an integrated project for green hydrogen production and derivatives in Algeria, mainly aimed at supplying the European market.

The signing ceremony, which took place at the Oran Convention Center (CCO), was presided over by the Minister of Energy and Mines, Mr. Mohamed ARKAB, in the presence of government officials, the Honorable Consul General of Spain in Algeria, as well as the CEO of SONATRACH Group, Mr. Rachid HACHICHI, the CEO of SONELGAZ Group, Mr. Mourad ADJAL, and the CEO of CEPSA, Mr. Maarten WETSELAAR.

This MOU envisions the implementation of a green hydrogen project in two phases, the first of which would focus on conducting studies to assess the feasibility, opportunity, and profitability of the project, while the second phase would be dedicated to the development of the project.

The integrated development of the project would contribute to the decarbonization objectives of both companies. It includes the construction of an electrolysis hydrogen production plant, solar and wind plants to supply renewable energy to the electrolyzers, a methanol and/or green ammonia production plant, as well as necessary facilities for storage, transportation, and other auxiliary facilities for the commercial operation of the project.

Cepsa is a leading international company committed to sustainable mobility and energy with a solid technical experience after more than 90 years of activity. The company also has a world-leading chemicals business with increasingly sustainable operations.

Under its *Positive Motion* strategic plan for 2030, Cepsa aims to be a leader in sustainable mobility, biofuels, and green hydrogen in Spain and Portugal, and to become a benchmark in the energy transition. The company places customers at the heart of its business and will work with them to help them achieve their decarbonization objectives.

ESG criteria inspire everything Cepsa does as it advances toward its net positive objective. Over the course of this decade, it will reduce Scope 1 and 2 CO₂ emissions by 55% and the carbon intensity index of energy products sold by 15-20% versus 2019, with the goal of achieving net zero emissions before 2050.

Madrid, 14 October, 2024

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