Investing in growth

"Sustainability also means being a good corporate citizen, focusing on the safety of our people, their long-term development, and the value we add to society more widely."

Chairman's message

Throughout 2024, Aramco delivered in the short-term while continuing to invest for the long-term. As global demand for energy continues to rise, so does our determination to reliably serve our customers, as we have done for more than 90 years now. An increasingly important part of this delivery is incorporating lower-carbon energy, a challenge requiring cutting-edge innovation, Company-wide ingenuity, and significant levels of investment.

What is clear is that the energy transition will not be a singular event, but a process. As a company, we pride ourselves on doing what is hard and achieving our goals no matter the obstacles. Climate change being defined as the challenge of our time, we are playing our part to change the world for the better, just like we have done before.

In support of the Kingdom's efforts to move to lower-carbon solutions and reduce emissions, Aramco is increasingly displacing oil with gas for power generation. Aramco aims to increase sales gas production capacity by more than 60% by 2030 compared to 2021 production levels subject to domestic demand and inclusive of pre-FID projects not yet announced.

A significant part of the transition will be reducing emissions from existing sources of energy, critical for reliability and affordability. We continue to find new ways to minimize flaring and methane emissions while improving energy efficiency across our operations. As Aramco is a founding member of the Oil and Gas Climate Initiative (OGCI), and has already surpassed the OGCI's methane intensity target. We are taking actions to further reduce our methane intensity through various initiatives, such as the deployment of a new satellite network to monitor emissions across our facilities.

Important initiatives, such as carbon capture and storage, are contributing towards building a circular carbon economy by enabling our blue hydrogen programs, as well as playing their part in reducing emissions from our operations. In 2024, we advanced negotiations for offtake agreements in key markets such as East Asia and Europe as part of our long-term alternative fuels' plans.

Other new energies like renewables will also play a role. Saudi Arabia's geography and climate have the potential to generate power from solar and wind. Our investments will not only help support our environmental ambitions, but also contribute in driving long-term value creation for the Company in an evolving energy landscape. To this end, Aramco recently signed agreements together with our partners to develop three new solar PV projects that are anticipated to contribute to the Kingdom's power grid.

That landscape will not just be shaped by multi-national companies, but by a thriving eco-system of startups too. We know the value they can bring to our industry which is why Aramco Ventures has been recognized as a top corporate climate venture capital investor and the number two investor globally on the Climate 50 list.

Sustainability also means being a good corporate citizen, focusing on the safety of our people, their long-term development, and the value we add to society more widely. I am proud of the progress we achieved in these areas, especially our localization efforts, where our iktva program achieved a score of 67.0% local content across our procurement, up from 35.0% nearly a decade ago.

We believe AI has a significant role to play in the energy industry, especially in the field of sustainability. That is why Aramco is integrating these new technologies into our operations to get more value from our vast amounts of data, improve the efficiency of our operations, and further lower our emissions.

These kinds of achievements are only possible because of the continued support and guidance of The Custodian of the Two Holy Mosques King Salman bin Abdulaziz Al-Saud, and His Royal Highness Prince Mohammed bin Salman bin Abdulaziz Al-Saud, Crown Prince and Prime Minister of the Kingdom of Saudi Arabia.

We are grateful to all who have played a part in a successful year, one which took us another step closer to achieving our long-term sustainability goals.

H.E. Yasir O. Al-Rumayyan
Chairman of the Board of Directors