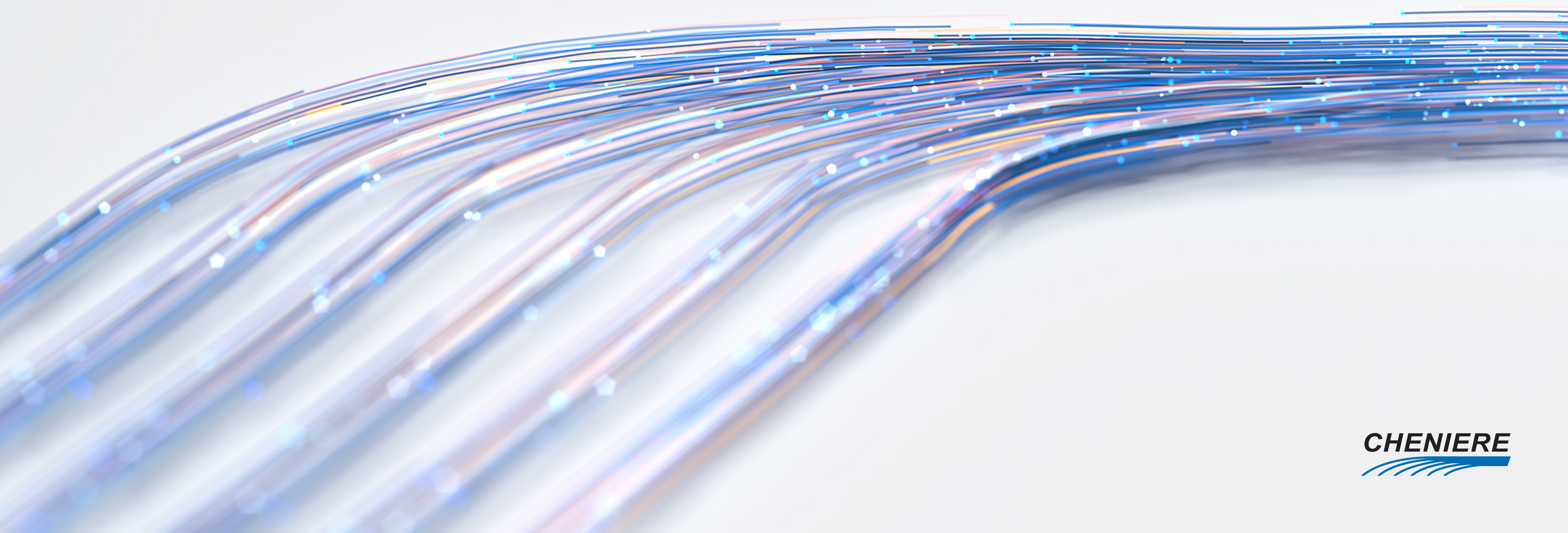


BUILT FOR THE CHALLENGE

2020 Corporate Responsibility Report Highlights



INTRODUCTION

IN A YEAR OF GREAT CHANGE, WE ROSE TO THE CHALLENGE



We are committed to the responsible and proactive management of our most important ESG impacts, risks and opportunities. This includes a strategic focus on ensuring that our business remains resilient in the global energy transition and delivers lasting value to all our stakeholders.

Cheniere's LNG delivers tangible results to our customers around the globe, and in doing so, has helped enable the advancement of the global energy transition.

Cheniere is creating added value in meeting the world's energy needs by:

- Expanding global access to LNG
- Supporting the energy transition
- Improving air quality
- Supporting domestic economic growth
- Driving shareholder value

With sustainability as our focus and diversity as a strength, we continue to support the transition to a lower-carbon future. We have demonstrated our ability to adapt and our resilience in the face of unprecedented headwinds. We are built for the challenge.

“My fellow board members and I believe strong governance and management oversight on climate and sustainability are vital to Cheniere’s success.” – G. Andrea Botta

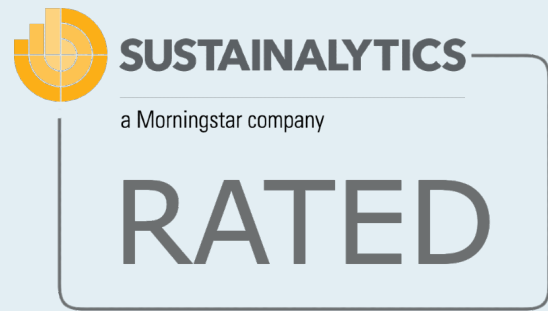
“This most difficult year proved that we are built for the challenge.” – Jack A. Fusco

RECOGNIZED FOR OUR PROGRESS

In 2020, Cheniere received a rating of A (on a scale of AAA-CCC) in the MSCI ESG Ratings assessment.



As of May 2021, Cheniere received an ESG Risk Rating of 25.0 from Sustainalytics and was assessed to be at medium risk of experiencing material financial impacts from ESG factors.



\$518.6M

wages and benefits in 2020

\$33B

investment in property, plant and equipment as of 2020

\$13.8M

in community giving from 2017–2020

61.15%

five-year total return on common stock (2016–2020)

4,609,853

million standard cubic feet of LNG exported (2016–2020)¹

1. As reported to the U.S. Department of Energy (DOE).

CLIMATE

BUILT TO CHANGE THINGS FOR THE BETTER

As the leading U.S. LNG exporter, we are supporting the global energy transition as we supply customers with an affordable, reliable and cleaner-burning energy source. We are leveraging our unique position in the market as a conduit between producers and customers in order to effect change.

CLIMATE GOVERNANCE

- Under the formal oversight of our board of directors, our executive leaders are directly responsible for identifying, assessing and managing climate-related risks and opportunities, and implementing our climate strategy.
- Performance-based compensation to include an ESG metric that accounts for 10% of the total scorecard value for 2021.
- At our board’s request, we held a board climate strategy session in 2020. Senior leaders engaged the board on emerging climate-related risks and opportunities, business unit plans, responses and overall company performance.

CLIMATE STRATEGY

- Advance our strategy and integrate climate considerations into our business, enhance the environmental competitiveness of our product and support our customers in the energy transition.
- Ensure our business remains resilient in the global energy transition and delivers lasting value to all our stakeholders.
- Engage with our stakeholders with the aim of building constructive relationships focused on mutually beneficial outcomes.

RISK MANAGEMENT

- Incorporate climate-related risks and opportunities into our annual enterprise risk assessment process and analyze risks in terms of their potential financial or reputational impact on the organization.

METRICS AND TARGETS

- Prioritize efforts to monitor and mitigate emissions across our operations and implement measures to improve efficiency throughout design, construction and ongoing operations.

2020 HIGHLIGHTS

- Initiated lifecycle GHG emissions analysis across the LNG value chain.
- Published a [Climate Scenario Analysis](#) to assess the resilience of our current and future business under various carbon-constrained scenarios.
- Reduced Scope 1 GHG emissions intensity over 33%² since 2016 and maintained methane intensity at less than 0.02%³ for the past four years.

33%

reduction of Scope 1 GHG emissions intensity since 2016

52%

reduction of methane intensity since 2016



2. Scope 1 GHG emissions include emissions reported to the EPA under the Greenhouse Gas Reporting Program (GHGRP). All carbon dioxide equivalent (CO₂e) is reported using 100-year Global Warming Potential (GWP). Methane (CH₄) GWP = 25 and N₂O GWP = 298. GHG emissions intensity is reported as total Scope 1 GHG emissions per million standard cubic feet (MMscf) of LNG exported in the calendar year, as reported to the U.S. Department of Energy (DOE). 3. Methane intensity is reported per the ONE Future Reporting Protocol as metric tons of methane emissions per metric tons of LNG exported (as methane), as reported to the DOE.

CLIMATE

CLIMATE AND SUSTAINABILITY PRINCIPLES



SUPPLY CHAIN

We are working to leverage our position to improve environmental performance across our supply chain. We recently announced that beginning in 2022, we intend to provide our long-term customers with [Cargo Emissions \(CE\) Tags](#) that will provide estimated GHG emissions associated with each LNG cargo, from the wellhead to the delivery point. In early 2021, we launched a new initiative with our suppliers to further enhance the management of GHG emissions and support emissions QMRV, a critical step in addressing GHG emissions.



SCIENCE

We are analyzing our lifecycle GHG emissions to identify and assess climate-related risks and opportunities across our value chain, with the strategic goals of supporting the resiliency of our LNG and promoting transparency, avoidance and reduction in our GHG footprint.



TRANSPARENCY

We have strengthened our alignment with the TCFD recommendations and published a Climate Scenario Analysis to communicate the resilience of Cheniere’s business under various climate scenarios.



We view the recommendations of the TCFD as a global standard for climate disclosure and have strengthened alignment of our disclosures with the TCFD framework surrounding its four key themes: governance, strategy, risk management, metrics and targets.



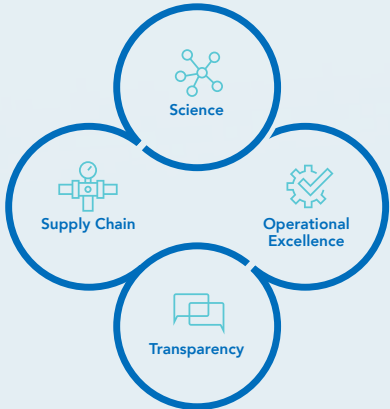
OPERATIONAL EXCELLENCE

We integrate emissions reductions and efficiency improvements in our own operational design.

CHENIERE'S ACTIONS ON CLIMATE



Establishment of Climate and Sustainability team and Board oversight on climate and sustainability issues began in 2018.

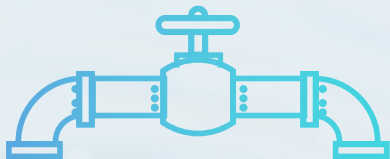


Climate and Sustainability Principles established in 2018



Collaboratory to Advance Methane Science co-founded in 2018

Reducing methane emissions benefits climate and business.



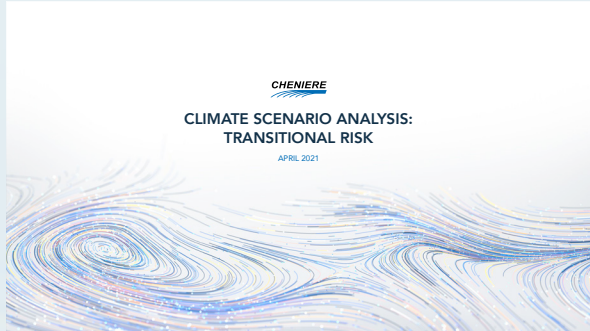
Upstream Supplier Sustainability Workshops initiated in 2019

Annual workshops to engage with upstream suppliers on GHG emissions data reporting and methane management.



Cargo Emissions Tags announced in 2021

Intend to provide all customers with a CE Tag for each cargo loaded at SPL/CCL, beginning 2022.



Climate Scenario Analysis published in 2021

Analyzes the long-term resilience of Cheniere's business in various future climate scenarios.

ENVIRONMENT

BUILT TO DELIVER POSITIVE ENVIRONMENTAL IMPACT

Our LNG helps to improve local air quality in communities globally (when displacing coal), support the advancement of the energy transition and meet growing energy demand around the world. Our goal is to reduce the environmental impacts associated with our operations while seeking opportunities to responsibly manage and protect natural resources.

Where possible, we seek to avoid, rather than mitigate, impacts on biodiversity. Key elements of our approach include:

- Pre-project assessments
- Impact avoidance
- Protecting biodiversity and restoring ecosystems
- Managing criteria air emissions from our operations
- Responsible waste management
- Spill prevention and response

2020 HIGHLIGHTS

- We chartered more efficient LNG vessels, strengthened our environmental management systems, and expanded our environmental training and awareness.
- Conducted company-wide environmental audits on hazardous waste, criteria air emissions and contractor performance.

\$700K

towards environmental protection projects

15+

tons of diverted office waste

88.4%

restored acreage disturbed from construction

TEAM

BUILT TO EMPOWER ALL OUR PEOPLE

It is our job to help employees meet new challenges in an equitable environment that supports their development and advancement. The dedication, dexterity and resilience of our people enable everything we do and were critical to helping us navigate the extraordinary global challenges of 2020.

The success of our company is built on our people. We work hard to attract, retain, develop and reward the best team.

- Talent recruitment
- Engagement programs and tools
- Development and training
- Recruiting diverse candidates
- Building a culture that supports DEI

SUPPORTING DIVERSITY, EQUITY AND INCLUSION

While we have always worked to advance the diversity of our workforce, we significantly expanded our efforts in 2020. This included an in-depth review of our diversity, equity and inclusion (DEI) practices and performance, as the first step in developing a comprehensive DEI strategy.

2020 HIGHLIGHTS

- Launched a company-wide assessment of the current state of our DEI policies and practices to inform strategic planning through engagement with employees and senior leaders.
- Rolled out a comprehensive COVID-19 response strategy to protect employee safety and well-being.
- Retained all employees, with zero layoffs, pay cuts or on-the-job transmission of the virus, as a result of our robust response to the global pandemic.
- Launched a new employee resource group, the Emerging Professionals Network.

20%

increase in racially/ethnically diverse employees since 2016

3.6%

voluntary employee turnover rate

136K

hours of employee development and compliance training



HEALTH AND SAFETY

BUILT TO PROTECT COLLEAGUES AND COMMUNITIES

In 2020, our commitment to the health and safety of our employees, contractors and communities was put to the test—and we proved we were built for the challenge.

We articulate our expectations regarding safe behaviors, provide site-specific training to develop safety competencies and encourage employees to contribute actively to a culture that fosters safety and well-being.

- Hazard identification and mitigation
- Enhanced safety tracking and reporting
- Health and safety targets and performance
- Contractor safety management
- Operational safety training
- Lifecycle approach to process safety
- Enhanced process safety tracking and reporting
- Emergency response planning

The COVID-19 pandemic and two destructive hurricanes threatened the well-being of our people and our neighbors. In the face of these challenges, the health and safety of our workforce, business partners and communities were our highest priority. We reported zero workplace COVID-19 transmissions and zero employee recordable incidents or lost-time injuries in 2020, delivering strong safety performance in a uniquely challenging year.

2020 HIGHLIGHTS

- Created an executive-level Crisis Advisory Team to lead our response to COVID-19 and an unusually active hurricane season.
- Implemented comprehensive COVID-19 protocols to keep our people safe while maintaining essential operations, resulting in zero workplace transmissions.
- Enhanced our safety performance monitoring and reporting by expanding the application of leading indicators, including process safety events and high potential incidents.
- Exceeded our annual safety performance targets and adopted more aggressive targets for 2021.
- Achieved zero employee recordable incidents or lost-time incidents.
- Reduced combined employee and contractor Total Recordable Incident Rate (TRIR) and Lost Time Incident Rate (LTIR) by approximately 65% over the past five years.

42%

reduction in combined TRIR and LTIR since 2019

95M

metric tons of LNG safely produced since 2014

100%

authorization to stop unsafe work at any time



COMMUNITIES



BUILT TO CARE AND CONNECT ACROSS COMMUNITIES

We are committed to supporting the communities in which we live and work. We aim to align our community investments with local needs, delivering lasting socioeconomic benefits. We focus on building and maintaining strong community relations. Collectively, this will support the long-term growth of both our communities and our business.

Through our local stakeholder engagement efforts, we aim to foster respectful, collaborative relationships and respond proactively to our communities’ needs and concerns. We take a “listen first” approach to understanding and addressing community concerns and openly share information to build strong, trust-based relationships.

2020 HIGHLIGHTS

- Invested more than \$1 million in COVID-19 related community support efforts.
- Invested more than \$1 million in hurricane relief.
- Continued annual contributions for marine habitats, coastal restoration and air quality totalling \$700,000.
- Provided nearly 8,000 volunteer hours in communities where we live and work and included virtual volunteer programs during COVID-19.
- Sponsored a mentorship program to help high school and early college students from underrepresented groups enter and/or advance in the workplace in the community near our Sabine Pass facility in Louisiana.

					
Hurricane response strong community partnerships	COVID-19 relief food and PPE drives	\$120K matching gifts	7,787 hours of volunteer time	22% employee giving participation	19 rookery islands improved
					
450 COVID-19 youth counselling sessions	\$3.6M direct funding	425K meals provided to our neighbors	1,250+ meals to frontline workers	160 acres newly built artificial reef	\$530K in-kind donations
					
3 GEDs received	1,000 senior care packages	10,200 books distributed to children	1,370 virtual school kits	1 Cheniere Habitat for Humanity home	60 days gap funding for shelter, food and staff

GOVERNANCE

BUILT TO CREATE LONG-TERM VALUE FOR OUR STAKEHOLDERS

Our approach is rooted in our values of teamwork, respect, accountability, integrity, nimble and safety, which guide everything we do.

2020 HIGHLIGHTS

- In 2020, we engaged with policymakers on critical issues, including successfully enhancing safety standards across the U.S. LNG industry.
- We also implemented rigorous vetting and engagement processes with our value chain partners on issues ranging from safety to human rights. We are committed to effective corporate governance and high ethical standards, which underpin our ability to create long-term value for our stakeholders.
- We supported efforts and regulations that reduce methane emissions and create a level playing field with all operators domestically and internationally, including the Congressional Review Act⁴ effort in the United States to restore federal regulation of methane emissions, as well as the European Union’s efforts to improve transparency and develop a global methane measurement, reporting and verification (MRV) framework.
- Implemented a system to enhance supplier sourcing.
- In February 2021, we updated our annual performance scorecard to include an ESG metric that accounts for 10% of the total scorecard value for 2021 that is employed as part of annual performance compensation.
- We also expanded the content of our 2020 CR report to include our COVID-19 response measures, our efforts to support DEI, and increased the number of metrics and disclosures reported in 2020.

24%

increase in racially/ethnically diverse management since 2016

100%

employee completion of ethics and compliance training

24

different organizations included in ESG feedback interview and surveys



⁴ Cheniere (2021, April 20). Twitter: <https://twitter.com/Cheniere/status/1304603876352449351>

BUILT TO RESPOND

We seek to understand and — where possible — respond to global issues that impact our business and stakeholders. In this report, we focus on three issues for 2020 and beyond — the COVID-19 pandemic; climate change; and diversity, equity and inclusion — including the implications for Cheniere and how we are responding.

GLOBAL ISSUE FEATURES		CASE STUDIES			
<i>Built for the energy transition</i> To ensure that LNG continues to play a positive role in addressing this dual challenge, we are working across our value chain in an effort to improve the carbon footprint of our LNG.		<i>Managing GHG emissions across the value chain</i>	<i>Protecting biodiversity and reducing impacts during construction</i>	<i>Supporting the community after hurricane Laura</i>	
<i>Built to progress diversity, equity and inclusion</i> Achieving a sustainable global energy transition will require a diversity of ideas and inclusive new solutions.		<i>Emerging professionals network</i>	<i>Building a diverse and local workforce</i>	<i>Remaining moored to a culture of safety</i>	
<i>Built for resilience in the face of a global crisis</i> Our unique, resilient business model as a full-service LNG company helped us to successfully manage our business through a global pandemic and volatile LNG market, enabling us to continue to provide affordable, reliable energy to our worldwide customers.		<i>Responding to a record-breaking hurricane season</i>	<i>Rewarding safety leadership</i>	<i>Managing cybersecurity risks</i>	



KEY PERFORMANCE DATA⁵

METRIC	UNIT	2016	2017	2018	2019	2020
Total revenues ⁶	\$ Millions	1,283	5,601	7,987	9,730	9,358
LNG exported ⁷	MMscf	186,364	706,645	939,066	1,455,161	1,322,743
LNG trains ⁸	#	2	4	5	7	8

CLIMATE ⁹						
Corporate level						
Total Scope 1 greenhouse gas (GHG) emissions ¹⁰	Metric tons carbon dioxide equivalent (CO ₂ e)	1,302,962	3,505,689	4,555,261	6,789,317 ¹¹	6,151,019
Scope 1 carbon dioxide (CO ₂)	Metric tons CO ₂	1,283,269	3,472,978	4,514,944	6,740,560	6,082,968
Scope 1 methane (CH ₄)	Metric tons CH ₄	758	1,231	1,511	2,159	2,585
Scope 1 nitrous oxide (N ₂ O)	Metric tons N ₂ O	2	7	8	13	11
Scope 1 GHG emissions intensity ¹²	Metric tons CO ₂ e emissions/MMscf liquefied natural gas (LNG) exported	6.99	4.96	4.85	4.67	4.65
Scope 1 CH ₄ emissions intensity ¹³	% (Metric tons CH ₄ emissions/metric tons of LNG exported)	0.021	0.009	0.008	0.008	0.010
Total Scope 2 GHG emissions ¹⁴	Metric tons CO ₂ e	-	-	31,009	172,399	192,866

TEAM						
Employee gender and ethnic diversity						
Female	%	27.6	25.8	27.3	26.8	26.9
Male	%	72.4	74.2	72.7	73.2	73.1
Racially/ethnically diverse employees ¹⁵	%	24.8	26.9	27.6	28.5	29.7

Diversity in management ¹⁶						
Racial/ethnic diversity in management	%	20.3	21.5	23.1	23.1	25.1
Women in management	%	22.4	24.7	25.8	27.0	27.4

5. Figures presented may not precisely sum due to rounding. 6. Cheniere Energy, Inc. (2020), 2020 Annual Report, https://d1io3yog0oux5.cloudfront.net/_8c76cbcd9848b96702653876899f4d45/cheniere/db/804/7414/annual_report/Cheniere+Energy+Inc+2020+Annual+Report.pdf. 7. Quantity exported in the calendar year for LNG export equipment as reported to the U.S. Department of Energy (DOE). 8. Number of LNG trains reflects number of trains from which emissions were included in annual reporting to the EPA Greenhouse Gas Reporting Program (GHGRP). 9. All GHG emissions are disclosed as reported to the U.S. EPA. All carbon dioxide equivalent (CO2e) data are reported using 100-year Global Warming Potentials (GWP). Methane (CH4) GWP = 25 and N2O GWP = 298. Carbon dioxide (CO2), CH4 and N2O emissions are reported on an absolute basis without GWP weighting. 10. As reported to the EPA's Greenhouse Gas Reporting Program (GHGRP). In 2018, emissions from both LNG facilities and one of our two compressor stations met the reporting threshold. In 2019, both our Sinton and Gillis compressor stations met the reporting threshold. In 2020, our Tatum's compressor station also met the reporting threshold. 11. An update to the Subpart W filing was made to the EPA in 2020. These changes are not reflected in this report as they are considered de minimis. 12. Reported as total Scope 1 GHG emissions as reported to the EPA, per million standard cubic feet of LNG exported in the calendar year as reported to the DOE. 13. Reported per the ONE Future Reporting Protocol, as metric tons of methane emissions per metric tons of LNG exported (as methane) as reported to the DOE. 14. Scope 2 emissions are based on electricity purchased for use at major offices and operating sites (Sinton and Gillis compressor stations, Corpus Christi LNG facility) using the location-based method per the GHG Protocol Scope 2 Guidance. Greenhouse Gas Protocol (2020, September 26) GHG Protocol Scope 2 Guidance, https://ghgprotocol.org/scope_2_guidance. Scope 2 emissions are reported as of 2018, per data availability. Scope 2 emissions are reported for locations with 10 or more full-time Cheniere employees. 15. A percentage of staff each year has elected not to disclose ethnicity information. Racial/ethnic categories include American Indian or Alaska Native, Asian, Black or African American, Hispanic or Latino, Native Hawaiian or other Pacific Islander and two or more races. 16. We define management to include both executive and non-executive management. Executive and non-executive managers are defined as: managers, directors, senior managers, senior directors, vice presidents, senior vice presidents, and chief executives. Supervisors are not included.

KEY PERFORMANCE DATA CONTINUED

METRIC	UNIT	2016	2017	2018	2019	2020
HEALTH AND SAFETY ¹⁷						
Total Recordable Incident Rate (TRIR) – employees	Per 200,000 hours	0.43	0.08	0.07	0.16	0.00
TRIR – contractors	Per 200,000 hours	0.56	0.42	0.36	0.33	0.22
TRIR – combined	Per 200,000 hours	0.55	0.39	0.32	0.30	0.17
Lost Time Incident Rate (LTIR) – employees	Per 200,000 hours	0	0	0	0.05	0.00
LTIR – contractors	Per 200,000 hours	0.07	0.03	0.01	0.04	0.03
LTIR – combined	Per 200,000 hours	0.07	0.02	0.01	0.04	0.02
COMMUNITY						
Community investment	\$ millions	-	-	>2.4	>3.7	>4.3

You can find our full 2020 Key Performance Data [online](#).

17. TRIR and LTIR are calculated according to the Occupational Safety and Health Administration (OSHA) standard. These figures slightly differ from those in the proxy statement, due to a minor change in calculation methodology to better align with industry practice.

EXTERNAL ASSURANCE

Deloitte & Touche LLP conducted a review engagement ([*limited assurance*](#)) of select indicators in this report for the year ended Dec. 31, 2020. The full report can be found at [***www.cheniere.com***](http://www.cheniere.com).

If you have questions about any information contained in our report or would like to provide feedback, please contact [***sustainability@cheniere.com***](mailto:sustainability@cheniere.com).

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