

# Base-year greenhouse gas recalculation policy

For purposes of greenhouse gas (GHG) emission reporting and goal setting, Eastman has selected the base year of 2017. Eastman follows the GHG Protocol Corporate Accounting and Reporting Standard, and per the GHG Protocol, there are certain situations that may trigger a recalculation of the base-year emissions. Those situations include the following:

- Structural changes in the reporting organization, which may include divestitures, acquisitions and mergers
- Changes in calculation methodology, improvements in the accuracy of emission factors or data monitoring
- Discovery of significant errors or several cumulative errors that are collectively significant

If the cumulative effect of any of these situations equals or exceeds a significance threshold of 5% of base-year emissions, a base-year recalculation will be triggered. A base-year recalculation where changes represent less than 5% of base-year emissions may also be carried out at Eastman's discretion.

Base-year recalculations will not occur for organic growth/decline, such as new plant startup or plant shutdown. Base-year recalculations will also not occur for acquisitions or divestment of operations that did not exist in the base year.