

Methodological note

INTRODUCTION AND PRESENTATION OF THE DOCUMENT

The Snam Sustainability Report is published to maintain complete and exhaustive reporting on material topics affecting the company, for the benefit of all stakeholders and in particular of SRI analysts and of the Global Compact program.

This report has been prepared in accordance with the GRI Standards: Comprehensive option. The GRI Standards have been published by GRI in 2016.

The Sustainability Report completes the non-financial data and information of other documents published by the Company. Specifically:

- the Integrated Management Report, attached to the financial report drafted following the instructions of the International Integrated Reporting Council;
- the Consolidated Non-Financial Statement included in the Annual Report, which deals specifically with the environmental aspects of health and safety, personnel management, anti-corruption and the protection of human rights, in compliance with the requirements of Italian Legislative Decree 254/2016.
- corporate Governance and Ownership Structure Report;
- the Remuneration Report;
- the document "Snam in the future" prepared according to the recommendations of the Task Force on Climate-related Financial Disclosure (TCFD), which describes the Snam's activities in relation to the climate change issues.

CONSOLIDATION SCOPE AND CRITERIA

The boundaries of the Sustainability Report are the same of the one of Annual Report and includes:

- **Corporate** (Snam SpA with the subsidiaries Gasrule Insurance Limited and Snam International BV);
- **Transport** (Snam Rete Gas SpA, Asset Company 2, Infrastrutture Trasporto Gas SpA);
- **LNG regasification** (GNL Italia SpA);
- **Storage** (Stogit SpA);
- **Sustainable mobility and biomethane** (Snam4Mobility SpA, Cubogas, IES Biogas Srl and Enersi Sicilia Srl);
- **Energy efficiency** (Asset Company 4 Srl and TEP Energy Solution Srl).

Within the document, data on companies operating in the new business, such as sustainable mobility, biomethane and energy efficiency, are aggregated within the "Corporate" business segment.

The data reported in the "Procurement numbers" chapter do not include the newly acquired companies: TEP, IES Biogas and Cubogas.

REPORTING PROCESS AND METHODOLOGY

The process of gathering data and information and preparing the report was coordinated and managed by the CSR unit of the parent company Snam, in cooperation with the other corporate functions and operating companies. Publication of the document, concurrent to the Annual Report, was subject to the approval by the Snam Board of Directors on 18th February 2019.

The economic and financial, operating and governance data was taken directly from the Annual Report and from the Corporate Governance and Ownership Structure Report. Data concerning the environment, employees and the other aspects addressed in the document were gathered from the process owners.

The calculation methodology used to determine the figures are indicated in the specific related sections. To ensure the comparability of the most significant indicators over time and to allow the reader to compare the performance achieved, 2018 values have been compared with those of the previous two years, using graphs and tables. The document has been drafted with the aim of report in a balanced way both the positive and negative aspects with equal emphasis, providing, where appropriate, a comment to the obtained results, including the facts and events that affected the Company during 2018.