

**HONEYWELL**  
**CLIMATE AND**  
**SUSTAINABILITY**  
**LOBBYING**  
**REPORT**

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# INTRODUCTION

Honeywell International Inc. strongly supports efforts to reduce the impact of climate change through the development and sale of products and services that reduce the impacts of global warming on the planet. To advance the effectiveness of its efforts, Honeywell at times works with various trade associations to achieve its goals. Following discussions with various stakeholders, Honeywell assessed all member trade associations with an annual membership dues of \$50,000 or greater to review their published positions on sustainability and climate. Based upon this assessment, which we intend to conduct annually, this report documents the following critical information:

- The positions each association currently takes related to climate change and energy usage
- A comparison of any notable differences between the position Honeywell takes on the issue and the position of the association
- A documentation of the governance model used by Honeywell to assess whether it should remain in these associations and if so, the proper role it should take in engaging with these organizations on climate policy.

The Report is divided into the following sections:

- Honeywell's position on key elements of climate and energy policy
- Honeywell's Global Government Relations team
- Honeywell's view on the role of trade associations
- Methodology for data gathering and analysis
- Notable differences in Honeywell vs. association positions
- Outcomes and Governance Model

This review was conducted by a collaboration of the Corporate Secretary's Office and the Government Relations team, with support from the Chief Sustainability Officer's team and the General Counsel for ESG.

This Report has been provided to Honeywell's Senior Leadership team, including its General Counsel and Chief Executive Officer.

The views expressed in this Report are those of Honeywell.

# HONEYWELL'S POSITION ON KEY ELEMENTS OF CLIMATE AND ENERGY POLICY

Honeywell is committed to reaching carbon neutrality in its operations and facilities by 2035. Honeywell previously set a “10-10-10” target to reduce global Scope 1 and Scope 2 greenhouse gas emissions intensity by an additional 10% from 2018 levels, deploy at least 10 renewable energy opportunities, and achieve certification to ISO’s 50001 Energy Management Standard at 10 facilities by 2024. The company’s senior leadership, including the Chairman and CEO and Board of Directors, are engaged in the decision making regarding the company’s climate efforts, and regularly provide oversight on climate risks. Honeywell has implemented more than 6,100 sustainability projects since 2010, saving an annualized \$105 million in costs. The company also serves as a leader in the innovation of new products providing positive environmental outcomes – about 60% of Honeywell’s 2021 new product introduction research and development investment was directed toward ESG-oriented outcomes, and more than 60% of its 2021 sales were from offerings that contribute to ESG-oriented outcomes<sup>1</sup>. Honeywell has also taken steps to significantly reduce our scope 3 emissions by submitting a commitment to develop a science-based target extending to scope 3 emissions with Science Based Targets Initiative (SBTI).

Honeywell directly engages with policy makers to promote global policies for greater energy efficiency, clean energy generation, and energy savings performance contracts, as well as the global transition from high-Global Warming Potential HFCs to low-Global Warming Potential alternatives.

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<sup>1</sup> Methodology for identifying ESG-oriented solutions is available at [investor.honeywell.com](https://investor.honeywell.com) (see “ESG/ESG Information/Identification of ESG-Oriented Offerings”).

# **HONEYWELL'S GLOBAL GOVERNMENT RELATIONS TEAM**

We have developed a strong team of government relations professionals that drive our lobbying programs and initiatives. Our government relations organization is led by a Senior Vice President of Global Government Relations, who reports directly to the Company's Senior Vice President and General Counsel. Members of the government relations organization work from a global network of offices.

To ensure synergy of legislative and regulatory priorities with business objectives, our Government Relations organization is aligned with the corporation's business and regional leadership teams and is directly engaged in their core strategic processes. On an annual basis, the Government Relations team engages with the company's senior business leaders to review long-term strategic priorities, identify associated public policy risks and opportunities, and develop prioritized action plans. The Senior Vice President and General Counsel and Senior Vice President of Global Government Relations also meet at least quarterly with Honeywell's Chairman and CEO to ensure policy advocacy priorities align with Honeywell's overall business objectives, including climate and sustainability goals.

We are committed to responsibly engaging in the political process and fully complying with all applicable laws and regulations, our principles of good governance, and our high standards of ethical conduct.

# HONEYWELL'S VIEW ON THE ROLE OF TRADE ASSOCIATIONS

Honeywell has concluded that its membership as identified in Appendix 1 in the trade associations benefits its shareholders through collaboration opportunities with similarly-minded members seeking to share best practices, provide training and networking among peer companies, and inform stakeholders on all levels of government. These organizations typically align around a common mission and have policies approved by their membership or executive committees. In other instances, there are well established associations, such as the US Chamber of Commerce, that promote the importance of robust U.S. business generally.

Honeywell plays a significant role as a member in trade associations by taking leadership positions, serving on committees of critical areas of interest, and providing input on proposed association approaches. However, despite Honeywell's active and intentional engagement in these trade associations, at times we do not align with all the views stated by the association or the association's leadership.

Honeywell believes membership in these organizations supplements and enhances the effectiveness of its Global Government Relations team. Honeywell's membership in key industry associations allows us to create an industry-wide approach to combatting climate change and promoting sustainability through policy and regulations. For example, to lead the U.S. transition to low-global-warming potential HFC alternatives at the federal level, Honeywell worked closely with the Alliance for Responsible Atmospheric Policy (ARAP), the U.S. Chamber of Commerce, and the National Association of Manufacturers to enact the American Innovation and Manufacturing Act (AIM) in December of 2020. This Act calls for EPA to implement a U.S. phasedown of hydrofluorocarbons aligned with the Kigali Amendment to the Montreal Protocol. Honeywell worked jointly with these trade associations to provide needed data, unify the industry voice, and ultimately interface with the EPA to deliver a smooth and effective implementation rulemaking of AIM in September of 2021.

When interests between an association and Honeywell do not align, Honeywell evaluates the benefit of pursuing its strategic objectives through alternative avenues, including direct engagement. One key example of when Honeywell chose to engage independently from trade associations, is our work in leading the transition from high global warming potential HFCs (hydrofluorocarbons) to low global warming potential alternatives in the U.S. states. To help transition states away from high-GWP HFCs used as refrigerants, blowing agents, and propellants, Honeywell and our partners worked with state legislatures and regulators to drive adoption of sector-specific high-GWP HFC prohibitions in 12 states (WA, CA, CO, ME, VT, NY, MA, RI, NJ, MD, DE, and VA). This effort successfully established a framework to phase out high GWP HFCs.

Honeywell carefully assesses the cost and benefits of these memberships, including the fees to participate. The fee structures are traditionally derived by company size, revenue, or participation level. The fees are paid for support of the entire organization, including administration expenses. Members do not have the ability to limit their fees to specific costs or causes in the association.

# **METHODOLOGY**

# **FOR DATA**

# **GATHERING**

# **AND ANALYSIS**

To derive the information used in this Report, Honeywell engaged the services of two well-known organizations to summarize the public positions taken by the trade associations identified in Appendix 1 on climate and energy policy. Those organizations are the law firm of Skadden, Arps, Meagher and Flom and the research arm of the National Journal.

Honeywell elected to use these organizations to ensure an objective assessment of the positions taken by the Associations.

In total, we reviewed the positions of the sixteen associations who receive \$50,000 or more in annual dues from Honeywell. We selected the threshold of \$50,000 as it reflects the criteria used to report trade associations activity to our Board annually. The list of associations is included at Appendix 1.

# NOTABLE DIFFERENCES

Honeywell reviewed all trade associations with an annual membership dues of \$50,000 or greater to assess alignment with Honeywell’s sustainability objectives. The review identified three associations with notable differences on climate and energy policy across sixteen industry associations, based on publicly available information. The differences are described below, but we do not consider these differences to be material.

## AMERICAN FUEL AND PETROCHEMICAL MANUFACTURERS

POLICY	ASSOCIATION POSITION	HONEYWELL POSITION
Renewable Fuels	AFPM has advocated for lowering the mandates in the EPA’s renewable fuel standard (RFS) program that aims to reduce greenhouse gas emissions and reliance on imported oil. AFPM has also petitioned to provide small refineries with exemptions from the RFS <sup>2</sup> .	Honeywell supports the use of sustainable aviation fuel and biofuels to decarbonize transportation and heavy industrial sectors.

### SUMMARY VIEW

Honeywell and AFPM are in general alignment on acknowledging the reality of climate change and the important role for companies to reduce emissions through innovation and increased efficiency. AFPM favors balancing environmental interests with the need to provide fuel and petrochemicals, and has been more limited in its advocacy for policies that would combat climate change. Honeywell is actively engaged in projects that promote sustainability.

## NATIONAL ASSOCIATION OF MANUFACTURERS

POLICY	ASSOCIATION POSITION	HONEYWELL POSITION
Climate Litigation	In 2017, the National Association of Manufacturers Legal Center established the Manufacturers’ Accountability Project (MAP) to defend manufacturers against climate-related liability lawsuits. A press release from the group states its purpose is to combat “the concerted, coordinated campaign being waged by plaintiffs’ lawyers, public officials, deep-pocketed foundations and other activists who have sought to undermine and weaken manufacturers in the United States.” <sup>3</sup>	Honeywell is not a member of the Manufacturers Accountability Project. We are committed to prioritizing sustainability, and have pivoted focus of our outstanding scientists, problem-solvers, and innovators to addressing sustainability and reducing the impact of our operations and products on the environment.
Paris Climate Agreement	In 2017 NAM did not support the Paris Climate Agreement, however, they have updated their stance and now support the objectives of the Paris Climate Accord <sup>4</sup> to significantly reduce the risks and impacts of climate change.	Honeywell aligns with the overall goals of the Paris Agreement adopted in December 2015 at COP21 to contain temperature rise over pre-industrial levels to well below 2°C.

<sup>2</sup> Sources: [https://www.afpm.org/sites/default/files/issue\\_resources/AFPM-Comment-Letter-on-Proposed-Denia-Petitions-for-Small%20Refinery-Exemptions.pdf](https://www.afpm.org/sites/default/files/issue_resources/AFPM-Comment-Letter-on-Proposed-Denia-Petitions-for-Small%20Refinery-Exemptions.pdf)  
<https://www.afpm.org/newsroom/news/biden-administration-should-take-sober-look-its-own-energy-policy>  
[https://www.hydrocarbonengineering.com/gas-processing/14082013/api\\_afpm\\_file\\_petition\\_for\\_waiver\\_of\\_2014\\_rfs\\_volumes555/](https://www.hydrocarbonengineering.com/gas-processing/14082013/api_afpm_file_petition_for_waiver_of_2014_rfs_volumes555/)

<sup>3</sup> Sources: <https://mfgaccountabilityproject.org/2018/07/02/manufacturers-denounce-rhode-island-attorney-general-lawsuit/>

<sup>4</sup> Source: <https://www.nam.org/manufacturers-demand-congress-acts-on-climate-change-6021/?stream=series-news>



## SUMMARY VIEW

Honeywell and the NAM are generally in alignment on combatting climate change. Both promote policies to foster innovation in this area and global solutions. Honeywell is committed to reaching carbon neutrality in its operations and facilities by 2035, and to supporting its customers' sustainability goals through technological innovation and adaption of renewable energy sources.

## US CHAMBER OF COMMERCE

POLICY	ASSOCIATION POSITION	HONEYWELL POSITION
Climate	The Chamber supports the Biden Administration's decision to rejoin the Paris Climate agreement, but has come under criticism for previous advocacy that encouraged a "discourses of delay" to discount climate science and dismiss a series of policy proposals <sup>5</sup> .	Honeywell is aligned with the goals of the Paris Agreement adopted in December 2015 at COP21 to contain temperature rise over pre-industrial levels to well below 2°C.

## SUMMARY VIEW

While the Chamber's views on climate have previously diverged, Honeywell and the Chamber are in general alignment on combatting climate change. The Chamber has highlighted the role of corporate commitments to reducing emissions and increasing innovation of the type Honeywell has developed and is developing. Both promote policies to foster innovation in this area and to transition from HFCs, as well as favor global solutions. The Chamber also advocates for market-based policy approaches to emissions reductions.

<sup>5</sup> Source: [http://www.climatedevlab.brown.edu/uploads/2/8/4/0/28401609/chamber\\_of\\_obstruction\\_report.pdf](http://www.climatedevlab.brown.edu/uploads/2/8/4/0/28401609/chamber_of_obstruction_report.pdf)

# OUTCOMES AND GOVERNANCE MODEL

## GOVERNANCE PRINCIPLES

Honeywell has further enhanced our governance process to include the review of Trade Associations policies on climate to ensure alignment with our company's sustainability and carbon reduction goals and policies. This analysis will guide Honeywell's membership of, and participation in, industry associations going forward.

- On an annual basis, Honeywell's Political Contributions Advisory Board, comprised of leaders representing a cross-section of businesses, functions, and political views, will review all Trade Associations with an annual membership dues of \$50,000 or greater for membership approval. This assessment will focus on Honeywell's core sustainability and climate goals.
- Assess areas of misalignment, and evaluate the broader goals of the organization and benefits of membership to understand if actions can be taken to remain a member or if membership presents to large of a values gap.
- Actively maintain the view that where there is not industry-wide consensus, associations should refrain from advocacy work.

## NEXT STEPS

Honeywell maintains strong engagement with our major trade associations, including the American Fuel and Petrochemical Manufacturers, the National Association of Manufacturers, and the US Chamber of Commerce. As advocates for sustainability, Honeywell is committed to ensuring our engagement with these associations encompasses our guiding principles and goals regarding climate. If material stance differences are identified between Honeywell and our associations, we will continue to assess the breadth of the difference, engage internally with the association to drive alignment, and ultimately incorporate this difference into our review of utility of ongoing membership in the given association.

## FUTURE RELATIONSHIP WITH AMERICAN FUEL & PETROCHEMICAL MANUFACTURERS, THE NATIONAL ASSOCIATION OF MANUFACTURERS, AND THE US CHAMBER OF COMMERCE

In general, the trade associations reviewed hold similar positions to Honeywell. Upon review of both the policies of these associations and the broader benefits derived from membership, Honeywell has concluded that it receives a high level of benefit from these associations. Even so, to address differences identified in this assessment and to prepare to continue to address stance differences between Honeywell and our trade associations, Honeywell is committed to taking the following steps.

- **American Fuel & Petrochemical Manufacturers (AFPM):** Given that AFPM holds the same general views on climate change, Honeywell has determined that it will remain a member, subject to action as follows:
  - Honeywell will formally communicate the identified differences to the board of AFPM and will maintain a register of differences
  - Honeywell will continue to review its membership with AFPM on an annual basis to determine any material changes that would result in a further misalignment of climate and sustainability values. Should such a change occur, Honeywell will reevaluate the value of this membership.

• **National Association of Manufactures (NAM):** Honeywell is in general alignment with the NAM on combatting climate change. Due to the important nature of the NAM's work across multiple policy areas, Honeywell has determined that it will remain a member, subject to action as follows:

- Honeywell will formally communicate the identified differences to the board of NAM and invite a formal response to these findings (including any additional information NAM may provide regarding its position on climate policy and sustainability)
- Honeywell will, following receipt of any response from the NAM, make a determination as to future membership
- Honeywell will continue to drive NAM to support key climate initiatives as it did, per our request, on the American Innovation and Manufacturing Act (AIM) which created a federal phase down of high GWP HFCs
- Honeywell will encourage NAM to make public on their website any positions taken regarding climate and sustainability policy

• **The US Chamber of Commerce:** Honeywell is in general alignment with the Chamber regarding its climate and sustainability policies. While there may have been differences in the past, the Chamber's support of rejoining the Paris Climate Agreement, and support for market-driven solutions that will combat climate change align with Honeywell's views. Honeywell has determined that it will remain a member, subject to action as follows:

- Honeywell will formally communicate its climate and sustainability policies to the Chamber's board
- Honeywell will, on an annual basis, continue to evaluate the positions of the Chamber to ensure continued alignment on sustainability and climate policy.

# APPENDIX 1

# HONEYWELL'S

# TRADE ASSOCIATION

# MEMBERSHIP LIST

ASSOCIATION	ROLE
Advancing Identification Matters	AIM is a worldwide industry association for the automatic identification industry. AIM has provides unbiased information, educational resources and standards to providers and users of these technologies.
Aerospace Industries Association	AIA represents the aerospace and defense industry on policy and other matters. The government frequently seeks advice from AIA on issues, and AIA provides a forum for government and industry representatives to exchange views and resolve problems on non-competitive matters related to the aerospace and defense industry.
Air-Conditioning, Heating & Refrigeration Institute	AHRI is the major air-conditioning and refrigeration industry trade association that provides technical and policy advocacy in several key arenas for Fluorine Products.
Alliance for Responsible Atmospheric Policy	The Alliance is the primary voice of manufacturers, businesses and trade associations who make or use fluorinated gases for the global market. The Alliance coordinates industry participation in the development of economically and environmentally beneficial international and domestic policies at the nexus of ozone protection and climate change.
American Chemistry Council	ACC is the preeminent trade association for the U.S. chemicals industry and provides key policy tracking and advocacy services related to chemicals regulation at the state and federal level.
American Fuel and Petrochemical Manufacturers	Honeywell UOP is a member of American Fuel & Petrochemical Manufacturers. It is the major fuel/petrochemical association with many of our customers as members as well.
Business Roundtable	Business Roundtable is an association of chief executive officers of America's leading companies working to promote a thriving U.S. economy and expanded opportunity for all Americans through sound public policy. It supports Honeywell on a range of policy issues, including tax, trade, corporate governance, labor, immigration, regulations and environment.
General Aviation Manufacturer's Association	The General Aviation Manufacturers Association (GAMA) works to foster and advance the general welfare, safety, interests and activities of the global business and general aviation industry. This includes promoting a better understanding of general aviation manufacturing, maintenance, repair, and overhaul and the important role these industry segments play in economic growth and opportunity, and in serving the critical transportation needs of communities, companies and individuals worldwide.
globalFACT	globalFACT is the relaunch of an industry group that was set up to promote the value of fluorinated gases. globalFACT is actively promoting fluorinated solutions as the environmentally responsible choice.
Information Technology Industry Council	The Information Technology Industry Council (ITI) is the premier advocacy and policy organization for the world's leading innovation companies. ITI represents companies on the cutting edge of technology, and their mission is to promote the global competitiveness of member companies through tech friendly public policy.
Institute For Legal Reform	The U.S. Chamber Institute for Legal Reform (ILR) is the country's most influential and successful advocate for civil justice reform, both in the U.S. and abroad. It supports Honeywell on asbestos reform and other civil justice reform.
International Safety Equipment Association	ISEA is the leading association for personal protective equipment and technologies that enable people to work in hazardous environments, and an ANSI accredited standards developing organization. It supports Honeywell on policies related to our personal protective equipment and respirators.
National Association of Manufacturers	The National Association of Manufacturers (NAM) is the largest manufacturing association in the United States, representing small and large manufacturers in every industrial sector and in all 50 states. It supports Honeywell on a wide range of policy issues, from immigration reform and labor relations, to energy and the environment, to trade policy and taxes.

ASSOCIATION	ROLE
National Electrical Manufacturers Association	National Electrical Manufacturers Association 3SB Section (NEMA 3SB)(which comprises fire alarm equipment manufacturers) advocates/lobbies at the Federal, State and local levels, develops standards related to fire alarm equipment use and installation, is actively involved in ICC, NFPA and UL standards development. NEMA 3SB initiatives resulted in \$50 million incremental revenues for Honeywell's fire safety (HFS) business in 2018. HFS staff are actively involved with the section currently holding the chair of the section, the research committee, the Codes committee and the Smoke/CO group. We also have a membership in the NEMA Codes and Standards Committee, which has final approval over of all outside actions from all NEMA sections.
TechNet	TechNet is the national, bipartisan network of technology CEOs and senior executives that promotes the growth of the innovation economy. TechNet advances public policies and private sector initiatives at the federal, state, and local levels that make the United States the world leader in innovation.
US Chamber of Commerce	The U.S. Chamber of Commerce is the world's largest business organization representing the interests of more than 3 million businesses of all sizes, sectors, and regions. They advocate for pro-business policies that create jobs and grow the economy. Key issues range from smart tax policy and regulatory relief to legal reform and trade promotion. Our membership includes membership in the international program that provides extensive access to events with foreign leaders in the U.S. and in country.

# APPENDIX 2

# HONEYWELL'S CLIMATE AND ENERGY APPROACH

## TOPICS INCLUDED

### I. Broad Sustainability Themes:

- Climate Science
- Emissions Reduction Targets
- Prioritization of Sustainability in Operations
- Price on Carbon
- Public-Private Sector Collaboration on Sustainability

### II. Carbon Reduction Solutions:

- Carbon Capture and Storage
- Hydrogen
- Circularity and Plastics
- Sustainable Aviation Fuel and Biofuels

### III. Global Sustainability Policy:

- EU Green Deal
- Infrastructure and Jobs Act
- Paris Agreement
- Glasgow Climate Pact of 2021

## SECTION I: BROAD SUSTAINABILITY THEMES

TOPIC	HONEYWELL'S POSITION	REFERENCES
Climate Science	Honeywell accepts the Intergovernmental Panel on Climate Change's (IPCC's) assessment reports as the leading science detailing climate change and human influence on global warming. The IPCC's most recent assessment report (AR6) is in the process of being finalized, and is the product of over 50,000 contributors. Honeywell specifically looks to this report for the highest quality and most updated climate science available.	<a href="#">IPCC Factsheet Link</a>  <a href="#">AR6 Link</a>
Emissions Reduction Targets	Honeywell appreciates the role concrete targets and intermediate checkpoints play in achieving emissions reduction goals. This past April, our CEO, Darius Adamczyk, pledged to achieve carbon neutrality in our facilities and operations by 2035, and to continue to investigate and evaluate carbon emissions up and down our supply chain and to quantify them and to address them where possible. Honeywell has also taken steps to significantly reduce our scope 3 emissions by submitting a commitment to develop a science based target extending to scope 3 emissions with Science Based Targets Initiative (SBTI).  For carbon reduction targets to ultimately bring the most positive environmental change, Honeywell encourages more standardization of sustainability definitions and metrics via global taxonomy discussions.	<a href="#">HON Carbon Neutrality Press Release</a>

TOPIC	HONEYWELL'S POSITION	REFERENCES
Prioritization of Sustainability in Operations	Honeywell is committed to prioritizing sustainability, and we have pivoted focus of our outstanding scientists, problem-solvers, and innovators to addressing sustainability and reducing the impact of our operations and products on the environment. In 2021, about 60% of Honeywell's 2021 new product introduction research and development investment was directed toward ESG-oriented outcomes, and more than 60% of its 2021 sales were from offerings that contribute to ESG-oriented outcomes. Since 2004, we have reduced the greenhouse gas intensity of our operations by more than 90% and have driven approximately 70% improvement in our energy efficiency.	<a href="#">HON Carbon Neutrality Press Release</a>
Price on Carbon	Honeywell appreciates the role carbon pricing can play on effecting substantial emissions reductions by more directly monetizing emissions reductions. Honeywell believes that a globally standardized carbon market with clear and standardized definitions of green investment would support least-cost emissions reduction projects. As this global system is not currently set up, Honeywell believes that further development and rollout of jurisdictional carbon pricing systems should be a product of public-private sector collaboration, and should include a review of the EU's Emissions Trading System (ETS), that was recently rolled out as part of its Fit for 55 Package.	<a href="#">EU ETS</a>
Public-Private Sector Collaboration on Sustainability	Honeywell believes that to address climate change effectively and to unlock lowest-cost emissions reduction opportunities, public and private sectors must work in close collaboration. Honeywell fully supports government agency work towards private sector inclusion in the sustainability rulemaking process through information sessions, working groups, comment periods, and public forums, and more. Honeywell hopes to work closely with public sector stakeholders to develop long-term alignment on successful sustainability legislation/policy to provide the stability needed for significant green investment from the private sector.	

## II. CARBON REDUCTION SOLUTIONS:

TOPIC	HONEYWELL'S POSITION	REFERENCES
Carbon Capture and Storage	Carbon Capture and Storage can play a critical role in reducing emissions from gas and oil production, as well as from the energy sector and industrial processes. Honeywell believes that this technology can be an effective near-term carbon reduction solution for retrofit and new installations of existing global infrastructure including to produce blue hydrogen. Honeywell supports the >\$6.5B of funding dedicated to Carbon Capture and Management research and demonstrations that were included in the recently-passed US Infrastructure Investment and Jobs Act.  To further support development of this important decarbonization tool, Honeywell supports strengthening of the US 45Q tax credit to extend and modernize this incentive.	<a href="#">IIJA Factsheet</a>
Hydrogen	With its ability to decarbonize almost any industry, commercial scale Hydrogen production and infrastructure will be critical to the realization of global climate ambitions. With Hydrogen clusters quickly appearing in Rotterdam, Antwerp, and Hamburg, the EU has recently seen an influx of both public and private sector investment in developing its Hydrogen economy.  To allow the U.S. to actively compete in the growing global Hydrogen market, Honeywell supports U.S. government collaboration with the private sector to incentivize companies to invest in Hydrogen technology/ infrastructure by enacting tax credits similar to the increased 45Q and hydrogen production tax credits included in the recent Build Better Act.	

TOPIC	HONEYWELL'S POSITION	REFERENCES
Circularity and Plastics	<p>Honeywell supports the reenergized collaboration between regulators, technology providers, and consumers on extending the useful life of plastics via recycling. Honeywell believes that widespread adoption of advanced recycling technologies such as pyrolysis will provide tremendous benefit to recycling rates by providing a pathway away from incineration/landfilling for hard-to-recycle mixed plastics (#2-7).</p> <p>To drive realization of this benefit, Honeywell appreciates future collaboration opportunities with key governmental stakeholders to provide our perspectives on plastics and circularity as well as to ultimately enact necessary regulatory updates to support adoption of advanced recycling techniques globally.</p>	
Sustainable Aviation Fuel and Biofuels	<p>Honeywell supports the use of sustainable aviation fuel and general biofuels to decarbonize transportation and heavy industrial sectors.</p> <p>A sector that accounts for around 12% of global transportation CO2 emissions, aviation is a prime target for impactful decarbonization efforts.</p> <p>To demonstrate the readiness of technology to enact these changes in the U.S., United Airlines recently operated the first 100% SAF-powered commercial flight last December, utilizing SAF produced from Honeywell technology.</p> <p>To support this important technology, Honeywell believes that adoption of the U.S. 2023 – 2026 SAF credit and 2027 horizon Clean Fuel credit outlined in the Build Back Better Act would undoubtedly help drive cost parity between SAF and traditional jet fuel, spur U.S. development of SAF infrastructure, and create well-paying U.S. jobs in the process.</p>	<p><a href="#">Emissions Information</a></p> <p><a href="#">Honeywell Joint Project</a></p>

### III. GLOBAL SUSTAINABILITY POLICY

TOPIC	HONEYWELL'S POSITION	REFERENCES
EU Green Deal	<p>Honeywell supports the EU Green Deal's ambitions to achieve carbon neutrality by 2050. Honeywell understands the huge undertaking this commitment rests on, and supports public-private sector collaborations to finalize policy implementation to ultimately promote lowest-cost carbon reduction solutions in the EU.</p> <p>As the EU continues to define and implement policies within the Green Deal and Fit for 55 Packages, Honeywell supports careful consideration of topics such as: (a) technology readiness, (b) cost per CO2e reduction, (c) timeline of required implementations, and (d) cost implications to the final consumer</p>	<p><a href="#">EU Green Deal</a></p>
Infrastructure Investment and Jobs Act	<p>Honeywell supports the significant appropriations approved for use in sustainability technology/activities via the Infrastructure Investment and Jobs Act. Specifically, Honeywell supports provisions relating to advancement of carbon capture utilization and storage technology and those dedicated towards the establishment of regional clean hydrogen hubs (\$8B). Honeywell looks forward to closely following the implementation of this act as it pertains to green investment, and hopes to collaborate with the DOE to support full realization of the Act's climate benefits.</p>	<p><a href="#">IIJA CCUS</a></p> <p><a href="#">IIJA H2</a></p>
Paris Agreement	<p>Honeywell is aligned with the overall goals of the Paris Agreement adopted in December 2015 at COP21 to contain temperature rise over pre-industrial levels to well below 2°C. Global climate agreements founded on science and signed in the spirit of collaboration will provide standardized ground floor for multi-jurisdictional implementation, alleviating significant volatility and promoting security of green investment from the private sector. In addition, Honeywell has recently committed to develop a science-based reduction target through the Science Based Targets Initiative.</p>	<p><a href="#">Paris Agreement Overview</a></p>
Glasgow Climate Pact of 2021	<p>Honeywell attended COP26 to participate in the critical climate discussions, and supports the intent of the Glasgow Climate Pact</p>	<p><a href="#">Glasgow Climate Pact</a></p>



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