

# Environmental Issues, the New Energy Era & Their Implications

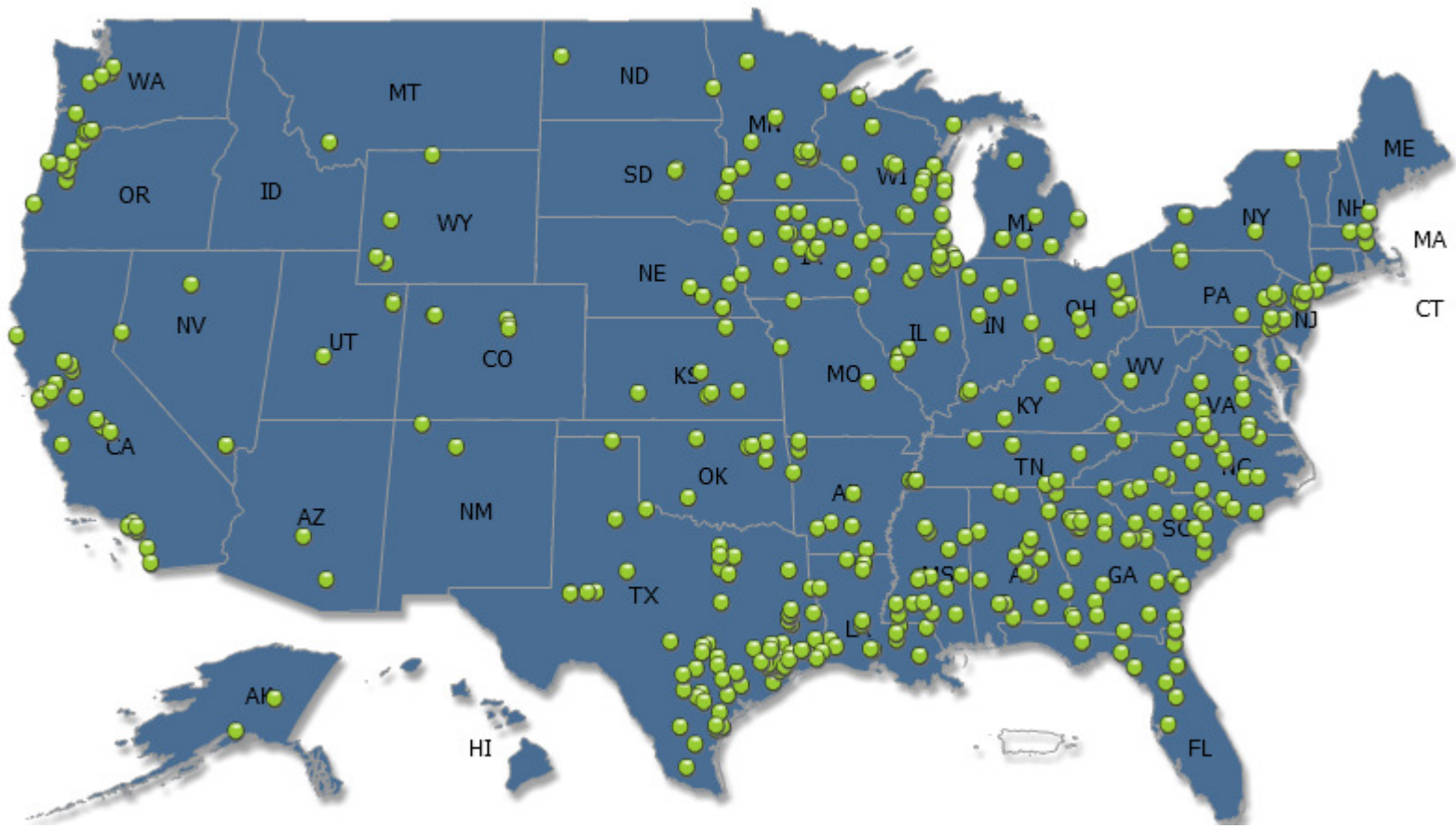
**CIBO Annual Meeting**

**Ponte Vedra, Florida**

**October 23, 2015**

# Koch Industries

- Flint Hill Resources
- Georgia-Pacific
- INVISTA
- Koch Chemical Technology Group
- Koch Ag & Energy Solutions
- Koch Minerals
- Koch Pipeline
- Koch Supply & Trading
- Matador Cattle Company
- Molex
- A variety of investments & partial ownerships



# Key Regulatory Drivers Affecting Koch

- Boiler MACT—primarily a GP issue
- MATS/CSAPR/Regional Haze rules—impact on purchased electricity costs, maybe natural gas
- NAAQS, particularly ozone, PM2.5, SO2—increasing difficulty getting permits, spin-off impacts
- Fracking regulations—keep in hands of states
- Clean Power Plan—purchased electricity and natural gas pricing, grid reliability, gas contracts, precedents

# Other Drivers

- Customers: driving a focus on “sustainability”, increased use of renewable resources
- ENGOs: using a new playbook with successful tactics and strategies to address energy choices
- Communities: environmental justice, EPA Next Generation Enforcement Initiative make strong relationships even more important