CEO Letter

Dear Stakeholders,

Today, industrial expansion, electrification, and a significant digital infrastructure build-out are accelerating demand growth for energy globally and reinforcing the essential role natural gas and natural gas liquids (NGLs) will play in serving demand growth for years to come. Even with significant investments in alternative energy sources and an "all of the above" approach, we see clean and abundant natural gas will continue to remain a dominant source of energy for the world. Today, fossil fuels supply approximately 80% of the world's energy mix and we expect natural gas will remain a significant component of the global energy mix. On top of these incremental demand drivers, roughly half of the world's population lives in countries with limited access to energy, underscoring the critical role reliable, affordable energy plays in expanding opportunity and improving quality of life. Meeting these growing energy needs will require continued investment across the energy value chain and the infrastructure necessary to connect supply with global end markets.

Against this backdrop, Targa's strong financial and operational results in 2025 are a powerful validation of our strategy, our people, and the importance of our operations as a supplier of energy globally. I am pleased to share Targa's 2025 Sustainability Report, which highlights our approach and strategy to grow responsibly, operate efficiently, and deliver secure and affordable energy with a clear sense of purpose.

Energy Security and the Expanding Role of Natural Gas

We see natural gas as a durable component of the global energy mix, and the long-term trajectory of demand continues to strengthen. The rapid rise of liquified natural gas (LNG) exports and the growing demand for reliable power generation for data centers are layering new growth on top of existing long-term drivers. With global electricity demand projected to increase approximately 70% by 2050[1], we expect natural gas to remain a critical component of the global energy mix, and the United States is expected to play an increasingly important role in meeting that demand.

We believe Targa is uniquely positioned to provide the infrastructure needed to serve these demand drivers and to be the provider of choice for our customers who rely on us. Our strategically located infrastructure forms a critical link in the energy value chain, connecting prolific areas of supply growth to domestic and global markets that depend on a secure, affordable and reliable supply of natural gas and NGLs. Our infrastructure does more than move energy. Energy security is the lived reality of the communities, businesses, and economies that depend on a steady, accessible supply of energy every day. By delivering that supply, we help support domestic production, broaden energy access, and create economic opportunity that improves lives.

Our 2025 Progress

2025 marks a year of strong performance at Targa. We achieved record volumes across our operations, with an 11% increase in Permian volumes, a 21% increase in NGL Transportation volumes, and a 13% increase in Fractionation volumes, resulting in a 20% increase in adjusted EBITDA Growth compared to 2024 levels. Growing global demand, coupled with our uniquely integrated operations, continued to support a strong cash flow outlook and reinforced Targa's ability to deliver sustained, long-term value to our shareholders.

Central to everything we achieve is the health and safety of our people. In 2025, we welcomed over 500 new employees to support our expanding footprint, and we have scaled our safety culture alongside our workforce. Building upon our strong safety record, our Total Recordable Incident Rate continued to improve meaningfully year over year, and the severity of incidents across our operations also declined significantly. These outcomes are the result of cumulative investment in asset integrity and the continuous evolution of our safety culture, reinforced through active leadership and deep employee engagement led by our operations team.

Alongside our operational growth and expanded workforce, we continued to make measurable progress on our environmental priorities. Reducing methane loss remains a priority at Targa. In 2025, we vastly outperformed goals we set for methane intensity in 2021 and we continue to see year over year improvement in our methane intensity. We also commissioned an additional carbon capture well, increasing our sequestered CO_2 volumes. These results reflect years of sustained investment in advanced technologies and our continuous dedication to mitigating our emissions.

This Report highlights the remarkable progress we made over the past many years — a testament to the dedication of our people and a reflection of the disciplined, responsible operations that continue to drive Targa's differentiated growth. We are proud of what we have built, and we are confident in Targa's critical role delivering energy for our future.

Thank you,



Matt Meloy
Chief Executive Officer

[1] ExxonMobil 2025 Global Energy Outlook, https://corporate.exxonmobil.com/publications/global-outlook/all-energy-types-are-needed