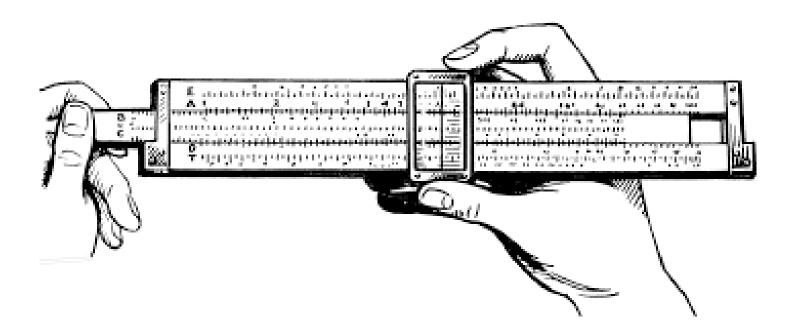
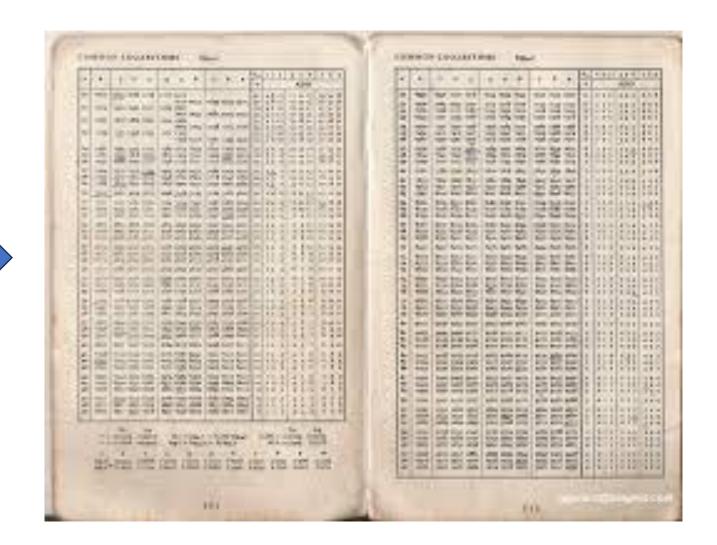


Al and the Future of Energy: Driving Efficiency, Safety, and Sustainability

## Once upon a time...









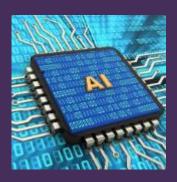
## Analytics – Prediction - Automation



**Real-time analytics** monitor smart meters, sensors, and IoT to optimize production and consumption



Enhances **demand forecasting** to meet regulatory targets and customer expectations



Predictive adjustments use advanced algorithms to identify inefficiencies and suggest actions



Supports **sustainability** by reducing waste across production and consumption



**Al-driven automation** streamlines processes, improves asset utilization, and cuts operational costs





**Predictive analytics** anticipate equipment failures and hazardous conditions before incidents



Intelligent monitoring analyzes sensor data to detect anomalies for proactive maintenance



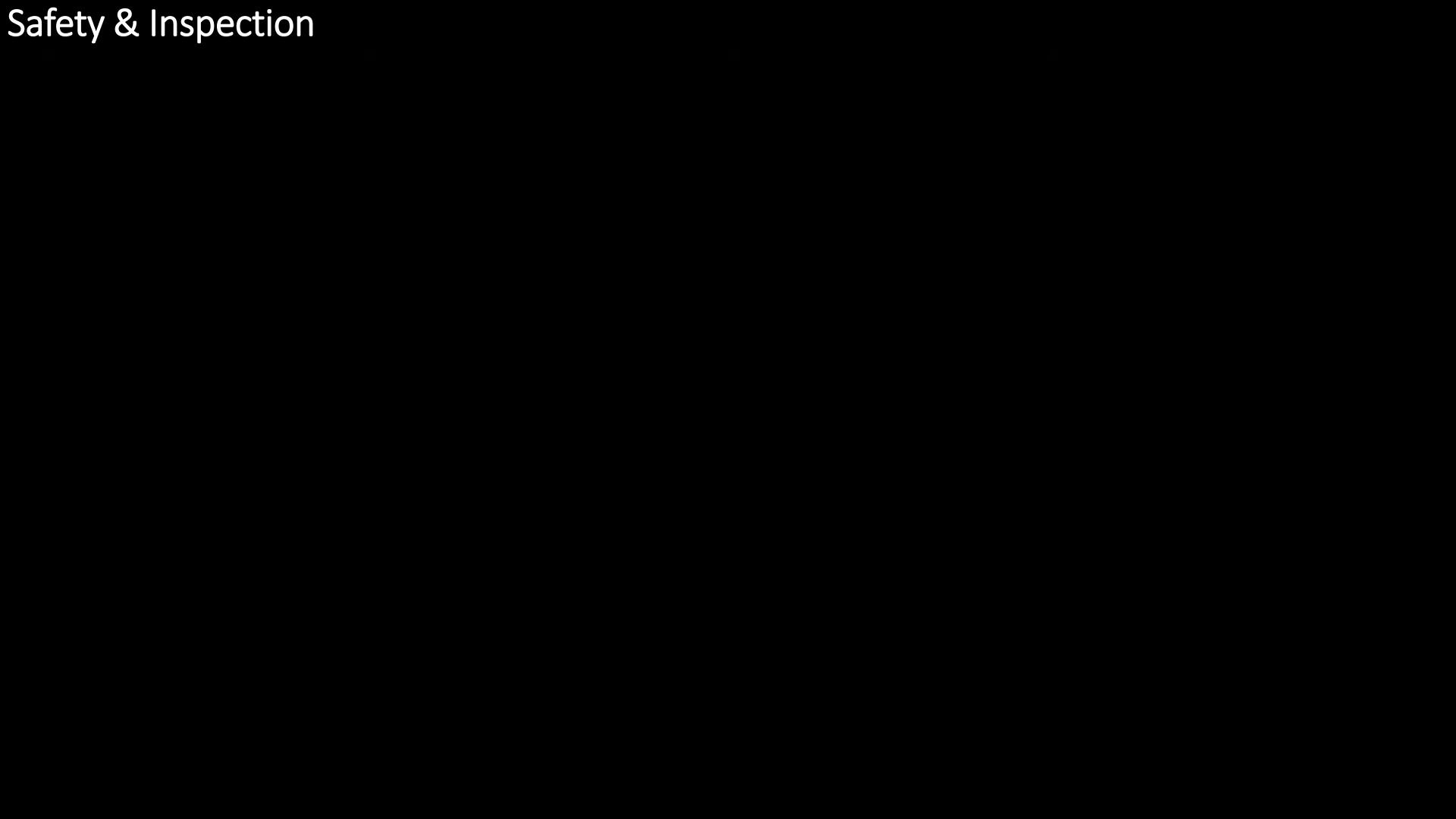
Machine learning risk models inform emergency planning and reduce downtime



Reduces downtime and **protects workers and infrastructure** in hazardous energy environments



Supports rapid response through automated alerts while preserving human oversight



## Al Supporting Sustainability Goals in Energy



Renewables integration — Al forecasts weather and demand to maximize solar and wind utilization



Emissions reduction — Al optimizes dispatch and storage to cut carbon output



Resource management — Al monitors assets and schedules maintenance to reduce waste



Smart grids — Dynamic balancing of supply and demand via Al-enabled controls



Compliance & reporting — Al helps meet environmental regulations and sustainability targets



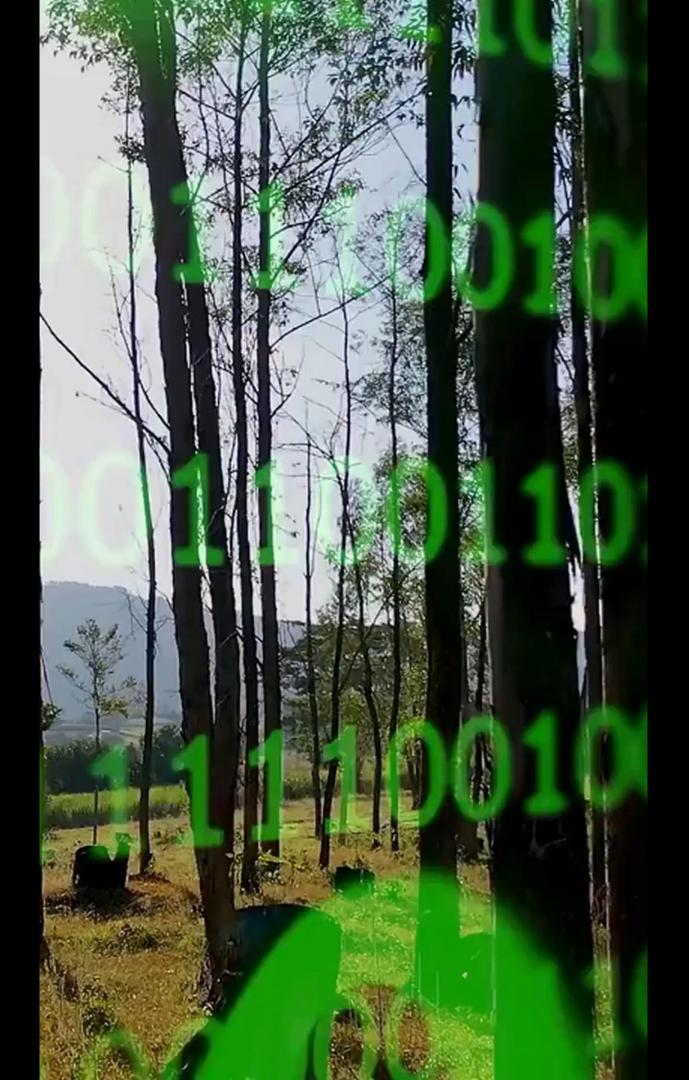
Marketing opportunity — Use Al insights to craft sustainability messaging and customer segmentation



Summary — Al enables efficient use of renewables, lowers carbon, and supports corporate sustainability

Al Energy Optimization





## Al-Enabled Predictive Maintenance & Asset Management

- Reduced downtime by forecasting equipment degradation from historical and real-time data
- Lower maintenance costs through targeted interventions and fewer unexpected failures
- Prioritized repairs based on risk and performance metrics to maximize asset uptime
- Improved lifecycle management and capital allocation strategies driven by Al insights
- Real-time monitoring integrated with historical analytics for continuous optimization
- Summary: Al reduces failures, cuts costs, and directs capital where it delivers most value



## Al's Role in Grid Optimization & Demand Response

Real-time balancing, consumer incentives, and smarter integration of distributed resources

Enable real-time
balancing of electricity
supply and demand
with predictive
algorithms

Power **Demand Response** programs by incentivizing consumer adjustments during peak periods

Integrate distributed energy resources (solar, storage, EVs) for improved reliability

Reduce energy losses and grid strain through adaptive control and load shifting

Support operators with automated recommendations while keeping human intervention options

Enhance **reliability** via fault detection, predictive maintenance, and grid resilience

Opportunity for marketers: promote time-of-use offers and Al-enabled energy services

Summary: Al enables dynamic grid management, demand response, DER integration, and loss reduction

## Opportunities of AI in Energy Marketing and Customer Engagement

Use AI to personalize offers, optimize pricing, and improve customer experience at scale

Predictive analytics for demand forecasting and tailored offers

Customer segmentation using behavioral and usage data

Personalized engagement via targeted campaigns and realtime messaging

Automated pricing platforms that optimize tariffs and promotions

Promote energy efficiency programs with Al-driven recommendations

Chatbots & real-time communication to enhance customer experience

Adapt to changing consumer behavior and regulation efficiently

















Al enables personalization, efficiency, and scalable engagement

## Challenges in Integrating AI into Energy Operations

Key obstacles and practical actions to enable safe, transparent, and adoptable Al

- Data quality & integration inconsistent sources, legacy systems; centralize data lakes, enforce standards, continuous validation
- Interoperability complex system interfaces; adopt open APIs, modular architectures, vendor-neutral standards
- Workforce skill gaps limited Al literacy; invest in cross-functional training, role-based upskilling, mentorship programs
- Change management & adoption resistance to new workflows; involve users early, pilot fast, measure adoption KPIs
- Ethics, bias & transparency fairness and explainability required; embed bias checks, model explainability, audit trails
- Governance & failsafes need human-in-the-loop and clear policy; define governance, emergency overrides, and professional oversight
- Cross-functional collaboration align IT, operations, safety, and compliance; establish steering committees and shared KPIs
- Ongoing training & lifecycle management models degrade; implement continuous learning, monitoring, and retraining plans
- Summary: strategic planning + standards + people-first change = practical path to safe Al adoption

## Al Governance & Ethical Standards for Energy

Policies, transparency, and accountability to protect people and critical infrastructure



Responsible development to mitigate unintended biases, privacy breaches, and operational failures



Establish clear policies, transparency standards, and accountability mechanisms



Align Al strategies with regulatory compliance and ethical frameworks



Implement failsafe systems that allow human intervention in operations



Involve energy professionals in crafting Al policy to safeguard critical infrastructure



Build stakeholder trust through accountability, audit trails, and transparent reporting

## Ensuring Failsafe Systems and Human Oversight in Al Deployments



Manual override capability for immediate human intervention to stop or redirect Al actions



Continuous monitoring: real-time telemetry, anomaly detection, and alerting for energy systems



Transparent reporting: clear logs, audit trails, and explainable outputs for post-incident review



Human validation of Al outputs: expert review for complex scenarios and edge cases



Resilience planning: redundant controls, graceful degradation, and failover procedures



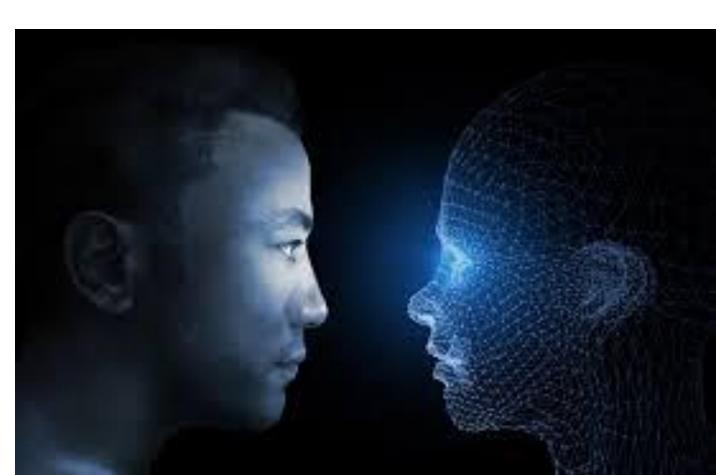
Embed clear escalation paths and roles so energy professionals can craft policy and respond effectively



Maintain continuous training and drills to keep humans fluent in system limits and overrides



Summary: Combine technical failsafes + human oversight to manage Al risk in energy operations





## **Energy Professionals Shaping Al Policy**

- 1 Domain knowledge ensures policies reflect operational realities, safety constraints, and context-specific risks
- 2 Safety-first design: embed failsafe requirements and human intervention points in AI systems
- Ethics & compliance: translate ethical imperatives into actionable operational rules
- Practical governance: co-create audit trails, testing protocols, and deployment standards
- 5 Stakeholder buy-in: collaborative process increases acceptance and improves adherence
- 6 Strategic alignment: align Al use with business objectives and societal sustainability goals
- Summary: Involve energy professionals to ensure practical, safe, ethical, and accepted Al policy

### **Existing AI Deployments**

#### **Refining and Process Optimization**

#### Shell

Shell uses AI for refinery process optimization, leveraging machine learning to analyze sensor data and improve throughput, energy efficiency, and emissions control. Their collaboration with C3.ai has enabled predictive analytics across refining operations.

#### • <u>BP</u>

BP applies AI in its refining operations to predict equipment failures and optimize maintenance schedules. This reduces downtime and enhances safety. Their use of digital twins and AI models helps simulate refinery conditions and improve decisionmaking.

#### Chevron

Chevron integrates AI into its downstream operations for real-time monitoring and predictive maintenance. AI models analyze vibration and temperature data from pumps and compressors to anticipate failures before they occur.

#### • <u>TotalEnergies</u>

In 2022, TotalEnergies partnered with Fieldbox to deploy an AI system that predicts pump failures in downstream facilities. This predictive maintenance tool helps reduce unplanned downtime and maintenance costs. TotalEnergies established also established a Digital Factory in 2020, housing over 300 AI and digital experts. This hub develops AI models to optimize refining operations, reduce emissions, and improve energy efficiency across its industrial sites.

#### **Customer Analytics and Retail Optimization**

#### Iberdrola

Iberdrola uses AI to enhance customer experience in its energy retail business.

Through its Aldeatejada innovation center, it applies machine learning to forecast demand and personalize energy plans for consumers.

#### • Schneider Electric

Schneider Electric deploys AI in smart building systems that adjust HVAC and lighting based on occupancy and weather patterns. These systems are part of their downstream energy efficiency solutions for commercial clients.

#### **Demand Forecasting and Trading**

#### Shell and BP

Both companies use AI for electricity trading algorithms that analyze market trends, demand forecasts, and regional load shifts to optimize bidding strategies.

### Predictive Maintenance and Asset Management

#### NextEra Energy

NextEra uses Al-powered drones for infrastructure inspections in its downstream operations. These drones capture thermal images and detect anomalies in pipelines and storage facilities, enabling faster repairs and reducing outages.

#### <u>National Grid</u>

While primarily a transmission company, National Grid's downstream applications include Al-driven monitoring of underground utilities. This helps avoid costly excavation errors and improves service reliability.

#### **Energy Trading and Forecasting**

- Predictive Layer Acquisition
   In 2023, TotalEnergies acquired
   Predictive Layer, a company specializing in machine learning for energy trading.
   This strengthened its ability to forecast energy prices and optimize trading strategies in downstream markets.
- <u>Cerebras CS-2 Supercomputer</u>
   To support its Al ambitions,
   TotalEnergies invested in the Cerebras
   CS-2, a high-performance Al computer
   used to train models for energy
   forecasting and trading optimization.

#### **Customer-Facing and Retail Applications**

- Microsoft Copilot for Employee
  Productivity
  In 2024, TotalEnergies became one of the
  first energy companies to adopt
  Microsoft's generative AI assistant
  (Copilot) to enhance employee
  productivity in customer service and retail
  operations.
- Al for <u>Energy Management Services</u>
   The company uses Al to help customers manage their energy consumption more efficiently, offering personalized services and usage forecasts through digital platforms.

#### **Strategic AI Ecosystem**

• Mistral Al Joint Innovation Lab
In 2025, TotalEnergies partnered with
Mistral Al to co-develop next-generation
generative Al tools. These tools support
over 1,000 researchers working on lowcarbon energy solutions, including
downstream applications like biofuels and
synthetic fuels.

# Where to Start? Review Discovery Scale Creativity Speed

## Next Steps



Recommended Reading:
Industry Whitepapers,
Standards
Organizations'
Guidelines, Emerging Al
Ethics Frameworks For
Energy Systems



Next Steps: Consult
Sector-specific
Standards And Ethics
Frameworks When
Developing Al Policies
And Failsafe
Requirements

"The secret of change is to focus all of your energy, not on fighting the old, but on building the new," - Socrates

