



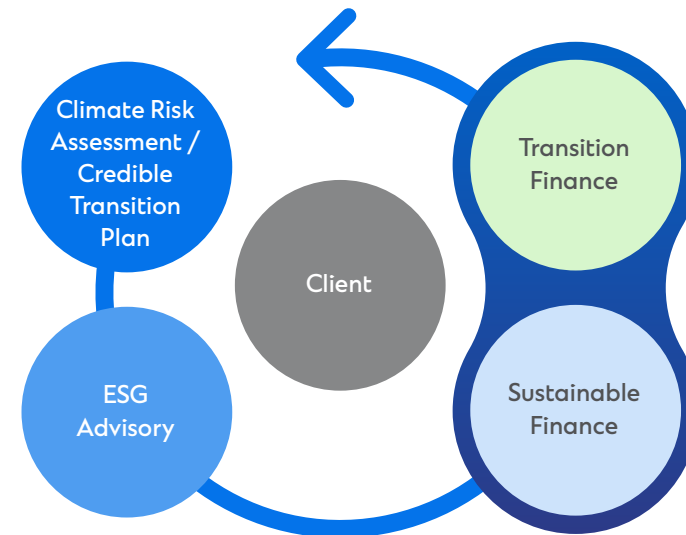
Standard Chartered as your Climate Risk partner

Climate risk assessments support Sustainable Finance solutions and help identify climate-related risks and opportunities

Climate Risk Assessments

- Climate Risk and client transition plans are central to our Sustainable Finance and Net Zero agenda
- We engage clients on the findings from our Climate Risk Assessments. This includes position vs peers, data & disclosures, emissions intensity / Net Zero alignment, and transition planning
- Climate Risk Assessments rolled out as part of the UK regulatory requirement to incorporate the financial risks from climate change into our existing financial risk management practice

Climate Risk Assessments support Sustainable Finance solutions



Climate Risk Assessment	Climate Risk & Credible Transition Plan Assessments	Sustainability-related Frameworks	Key Performance Indicators	Sustainable Finance Product Suite
ESG Advisory	ESG Integration & Disclosure			
	ESG Ratings			
	Sustainability Strategy & Plan			
	Transition Strategy & Plan			
Transition and Sustainable Finance	Emissions Forecasts and Modelling	Sustainability-related Frameworks	Key Performance Indicators	Sustainable Finance Product Suite
	Decarbonisation Technologies & Solutions			
	Financing Solutions			



Climate Risk Assessments consider a range of factors across 5 pillars

Governance & Disclosures

Intent, commitment and reporting:

- Climate targets
- Board responsibility
- Management incentives
- CDP, TCFD

Gross Physical Risk

Exposure to acute and chronic events:

- Asset locations exposed to
 - › Flood, Storm, Wildfire
 - › Sea level rise, fire stress, drought stress

Physical Risk Adaptation

Adaptation to acute and chronic events:

- Financial impact assessment
- Adaptation measures
- Insurance coverage

Gross Transition Risk

Relative emissions for sector and region:

- Reliance on fossil fuel/carbon products
- Impact to profitability
- Temperature alignment

Transition Risk Mitigation

Execution plan, investment and observed trend:

- Emissions reporting & targets
- Investment strategies
- Carbon scenario analysis
- Low carbon product portfolio

Climate Risk Assessment Overall Score

- We assess potential financial risks from climate change using quantitative and qualitative information across 5 key pillars
- The assessment presents a consolidated view of how the client has performed on overall Climate Risk, and how it sits within the sector and region
- Strong performers typically show commitment to climate action and lay out a clear climate transition plan

Standard Chartered's Net Zero approach

Our Actions



Mobilise \$300bn of Green & Transition Finance



Deploy a Transition Acceleration Team



Launch new products & solutions



Wind down financing of thermal coal

Our Milestones

By 2023	<ul style="list-style-type: none"> To develop 2030 emissions targets for Commercial Real Estate, Cement, Mortgages and Aluminium Expand our coverage to facilitated emissions i.e. capital markets 				
By 2024	<ul style="list-style-type: none"> To develop 2030 emissions target for Agriculture and remaining sectors 				
By 2025	We aim to be Net Zero in our own operations				
By 2030	<p>By 2030, we aim to reduce financed emissions across our portfolio starting with the most carbon-intensive sectors¹:</p> <table> <tr> <td>Absolute financed emissions:</td><td>Emissions intensity²:</td></tr> <tr> <td> <ul style="list-style-type: none"> Oil and Gas by 29% Thermal coal mining by 85% </td><td> <ul style="list-style-type: none"> Power by 63% Metals and Mining³ by 33% Auto Manufacturers by 49% Aviation by 34% Shipping to be aligned to the IMO⁴ target </td></tr> </table>	Absolute financed emissions:	Emissions intensity ² :	<ul style="list-style-type: none"> Oil and Gas by 29% Thermal coal mining by 85% 	<ul style="list-style-type: none"> Power by 63% Metals and Mining³ by 33% Auto Manufacturers by 49% Aviation by 34% Shipping to be aligned to the IMO⁴ target
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By 2032	End date of legacy direct coal financing globally				
By 2050	We aim to reach Net Zero in our financed emissions				

1. Cease financing of new or expanding coal power plants.

2. Revenue emissions intensity for Power and Metals & Mining (inc. steel). Production emissions intensity for Auto, Aviation, Shipping.

3. excluding thermal coal mining.

4. International Maritime Organisation.