

Instruction – Position Statement Climate Change

Adopted by	The CEO
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Applies for	The Bank and all Subsidiaries and all employees of the Group
Group Framework Owner	The Head of CEO Office
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Purpose

Swedbank Group acknowledges that climate change is amongst society's greatest challenges. Research shows that an increased concentration of greenhouse gases warms the planet and creates substantial risks for both prosperity and growth. An unwillingness to acknowledge and act in accordance with these findings would drastically increase the probability of global warming in excess of 2 degrees Celsius.

Swedbank do business in a sustainable way. Sustainability is core for Swedbank. We integrate ethical, social, environment, risk and economic considerations in all business decisions, operations and business development. We will strive to take a leading position for systemic change and bring innovative solutions that inspire people and businesses to make sustainable choices.

This position statement sets out the terms of the bank's climate change agenda. In developing this position statement we take into account the global nature of our business, where investments, credits, payments and purchase can have both local and global impact. We also take into consideration relevant international conventions, such as Nations Framework Convention on Climate Change (UNFCCC) and The Paris Agreement on Climate Change, the views of our stakeholders and our commitment to support the ten principles of the UN Global Compact. It is important to create positive climate impact through our business and advocate for sustainable business practices through our customers. To advice, challenge and support companies that truly are in the process of changing their business model and run a long-term sustainable business.

Scope

This position statement applies to all markets where Swedbank Group operates or does business and includes financial services such as corporate lending, asset management, advisory work as well as our own direct impact.

Principles and restrictions

We acknowledge that the financial sector has a key role to play in efforts to combat climate change by injecting and redistributing capital in a transparent way that contributes to the necessary transition to a more sustainable society.

- We will continue to develop new financial products in order to fulfil an increasing demand in the market for green investments.

- We assure climate risks is a core component in our sustainability risk assessment.
- We will support the renewable sector through financing renewable energy projects and provide advisory to guide our clients towards best practice financing decisions, including energy efficiency and mitigation of climate related risks.
- We will divest all companies mining and producing coal to more than 30% of its turnover from our investment portfolios. All divested companies will also be excluded from new financing and trading.
- We do not directly finance any coal power plants.
- We will continue to encourage portfolio companies and corporate clients to improve their climate management.
- Carbon reduction is a key priority in our environmental management which includes reduction of energy, water, waste and paper.
- We will measure and disclose climate-related impacts in line with the recommendations by the Task Force on Climate Related Disclosures (TCFD) and report transparently on our own carbon footprint, as well as, on our efforts and ambitions within the field of climate change.