

Swedbank

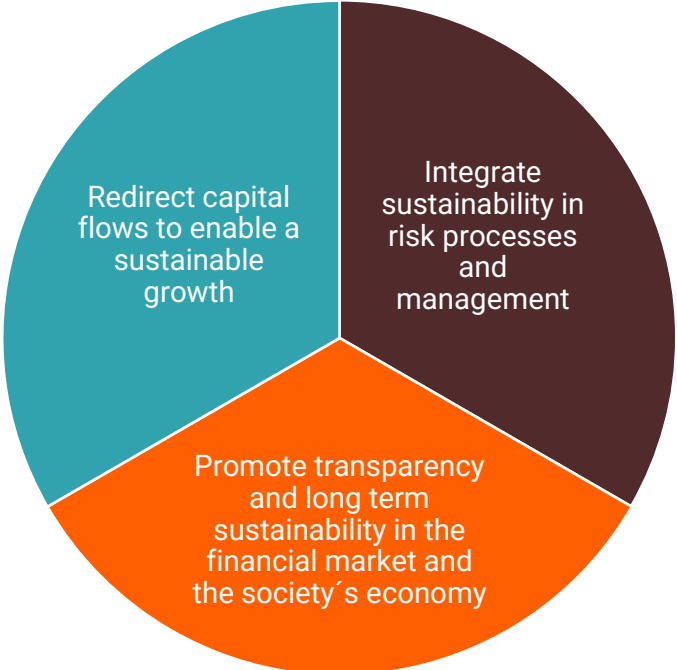


Bankernas roll i att supporta kunder i energiomställningen

Maher Sharifi

5 November 2024

EU:s goals for a sustainable financial market



Towards a financially sound and sustainable society

Net-Zero by 2050

- Net-zero emissions by 2050 at the latest, by aligning our lending and investment activities with the 1.5°C pathway

A bank for the many

- We will contribute to the sustainable transition through the many people and businesses

Lending portfolio climate targets 2030¹⁾

- Reduce financed emissions intensity in the lending portfolio

Climate Transition Plan

Main approach

- Financing transition through scaling up of climate solutions
- Supporting our clients in their transition

Key focus

- Green energy transition in properties

Sustainable financing volumes 2027²⁾

- Grow sustainable financing volumes more than 3 times
- Increase share of arranged ESG bonds to 40-45%

1) Mortgages (kgCO₂e/m²): 39%; Commercial real estate (kgCO₂e/m²): 43%; Oil & gas (absolute financed emissions): 50%; Power generation (tonCO₂e/MWh): 59%; Steel (tonCO₂e/ton): 29%; Baseline 2019

2) Baseline year 2022

Metrics and targets

A suite of metrics and targets to assess and monitor progress towards the net-zero objectives

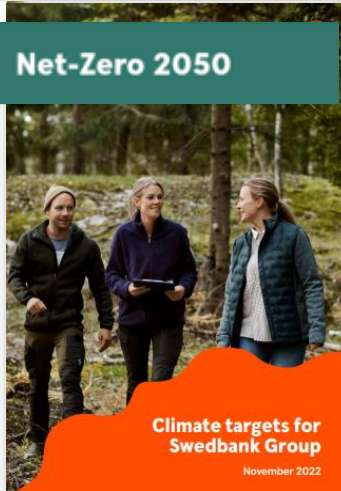
2030 climate targets on the Lending portfolio

2030 Climate targets Lending portfolio

- Mortgages: reduce the financed emission intensity (kgCO₂e/m²) by 39 per cent
- Commercial real estate: reduce the financed emission intensity (kgCO₂e/m²) by 43 per cent
- Oil & gas²⁾: reduce the absolute financed emissions (tCO₂e) by 50 per cent
- Power generation: reduce the financed emission intensity (tCO₂e/MWh) by 59 per cent
- Steel: reduce the financed emission intensity (tCO₂e/tonne) by 29 per cent

1) Baseline 2019; 2) Exploration, production and refining

Net-Zero 2050



Climate targets for
Swedbank Group

November 2022

Sustainable finance volumes

Sustainable Finance Volumes Shifting the balance sheet towards more sustainable financing

By 2027, Swedbank has the ambition to:

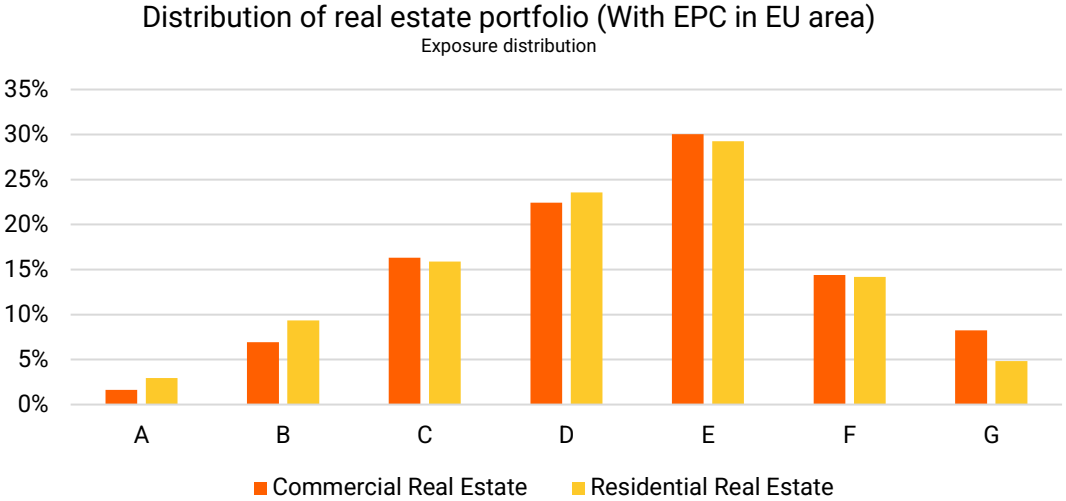
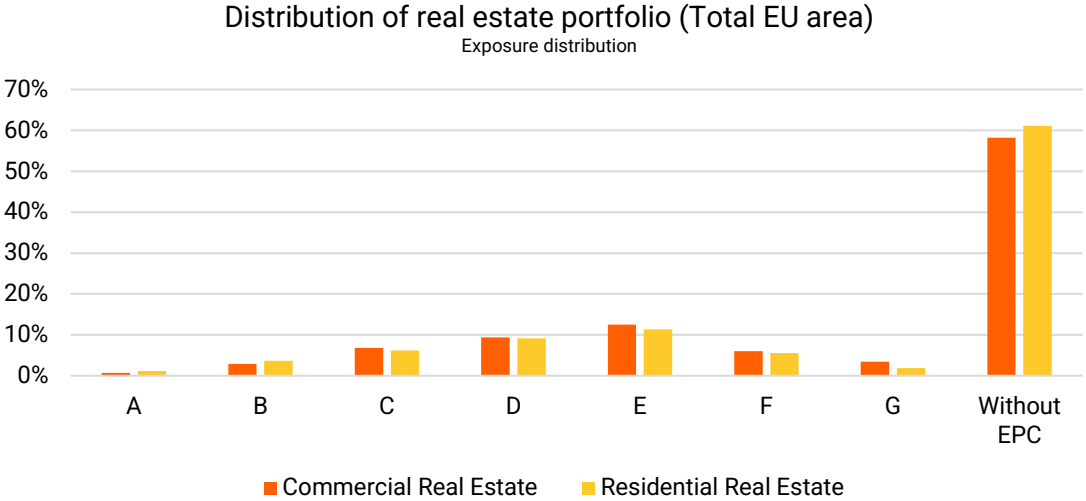
- Grow its sustainable lending volumes by at least 3 times by 2027
- Increase the share of arranged ESG bonds to at least 40% of total bonds arranged by 2027

1) Baseline 2022

Net-Zero 2050

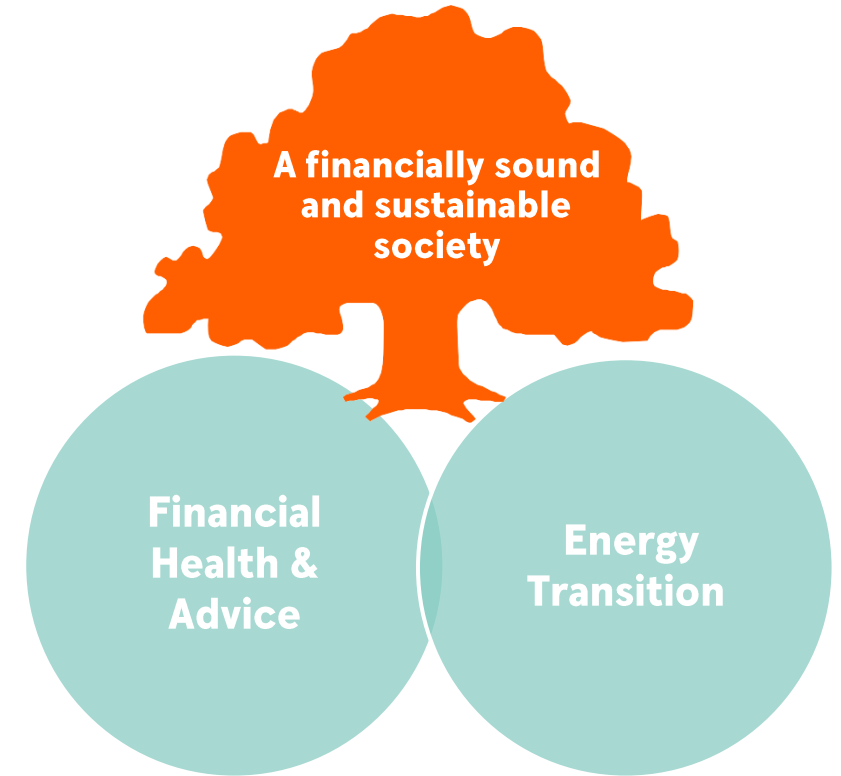


Current energy classification of Residential and Commercial real estate in Swedbank (Table II)



Balancing environmental and social sustainability

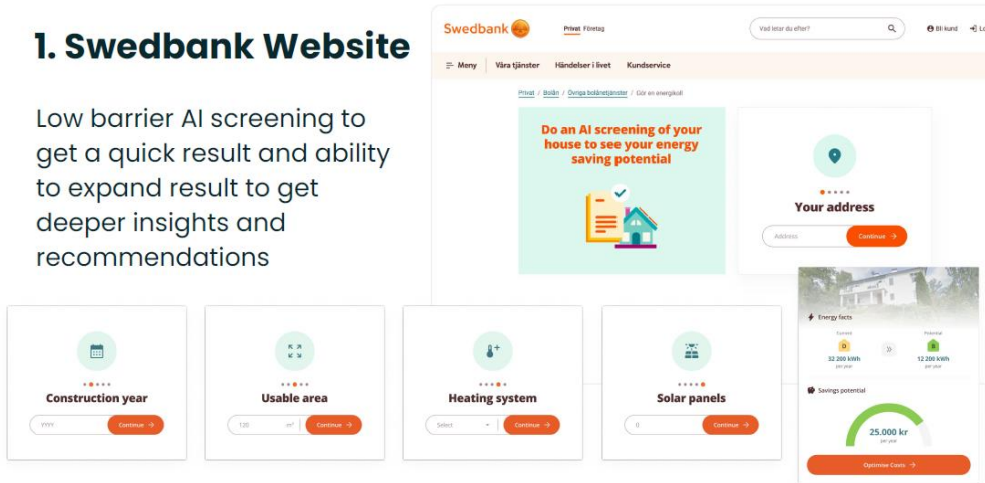
- Sustainability offering will integrate cost benefit analysis
- Customers financial health need to be reflected for the recommended solutions
- Energy improvements should start with activities aimed to prevent energy leakage in accordance with the Kyoto model
- Need for positive incentives for the customers



Web solution for energy transition

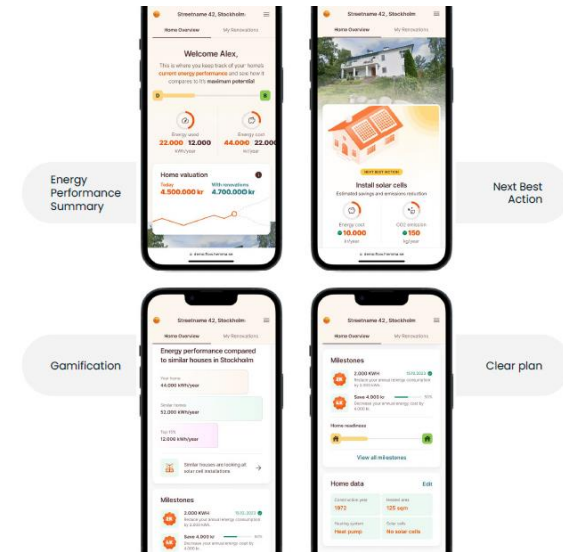
1. Swedbank Website

Low barrier AI screening to get a quick result and ability to expand result to get deeper insights and recommendations



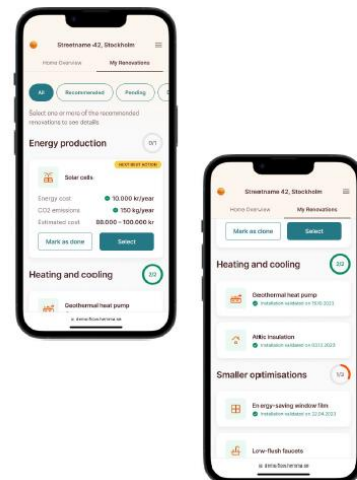
2. Home overview

More insights and a personalized Home dashboard that drives engagement



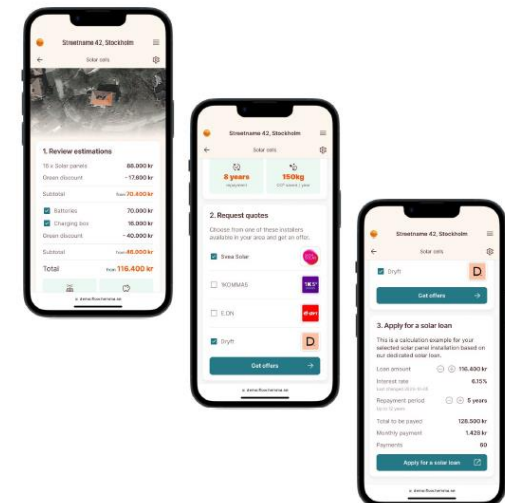
3. Recommendations

Personalized recommendations based on advanced Building Energy Modeling algorithms and metering data



4. Renovation Details

One-stop-shop experience to help homeowners in understanding the investment cost, savings potential and to get a quote and explore relevant financial products all in one place



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