

SURVEY & RANKING | December 2017

Banking on a Low-Carbon Future

ACCOMPANYING DOCUMENT:
INDIVIDUAL SCORECARDS OF
THE 15 LARGEST EUROPEAN BANKS

ASSET OWNERS
DISCLOSURE PROJECT

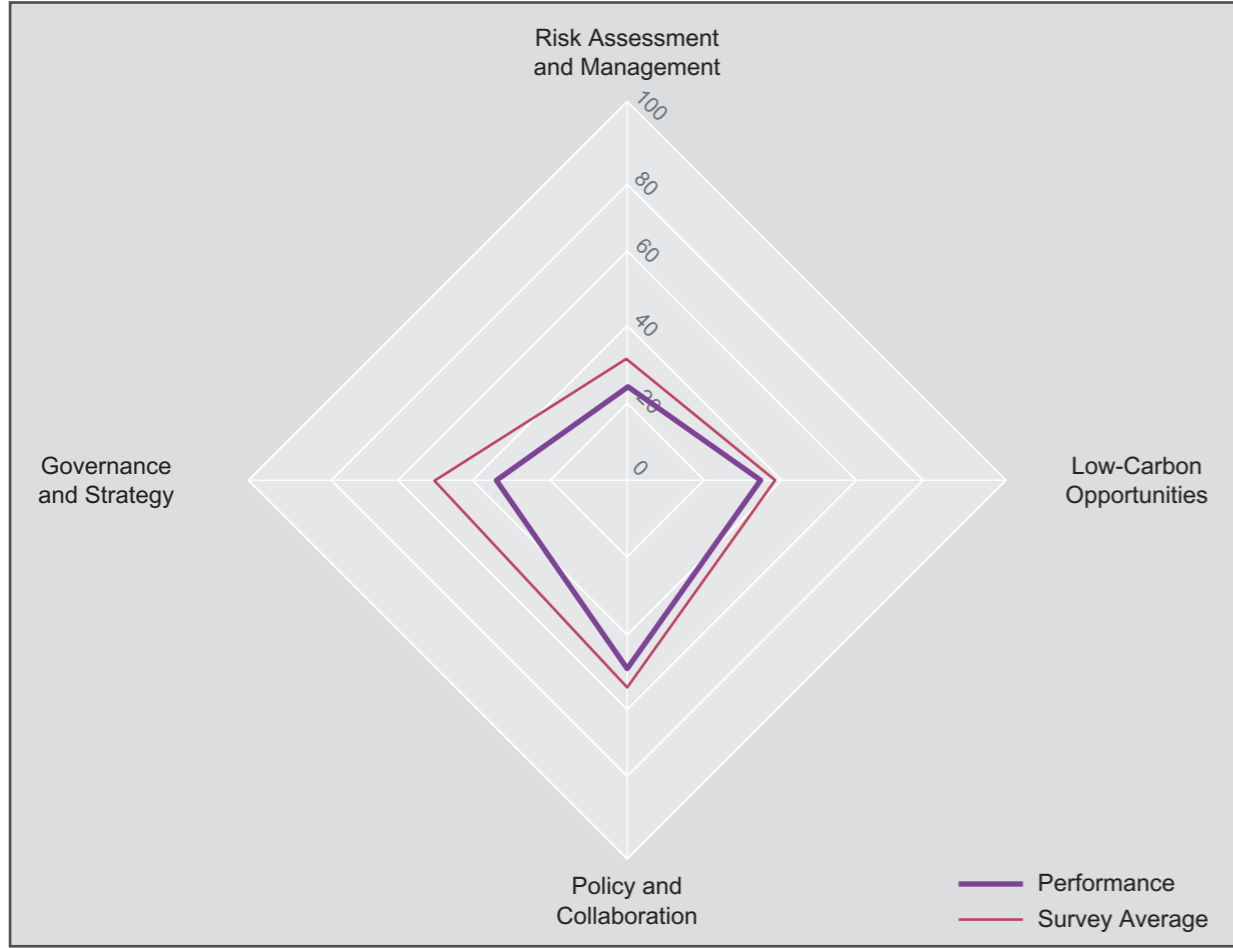
ShareAction»

Contents

2		Barclays
14		Banco Bilbao Vizcaya Argentaria (BBVA)
26		BNP Paribas
38		Crédit Agricole
50		Credit Suisse Group
62		Deutsche Bank
74		HSBC Holdings
86		ING
98		Lloyds Banking Group
110		Royal Bank of Scotland (RBS)
122		Santander Group
134		Societe Generale
146		Standard Chartered
158		UBS
170		UniCredit
182		Contacts

Barclays

Score: 58 / 162
Category: Learner



Scores converted into percentages to allow comparison between sections

Recommendations for investor engagement

Shareholders in Barclays are encouraged to request:

- Disclosure of the current percentage of assets linked to high- and low-carbon sectors relative to total assets and objectives going forward
- Strengthening of the policies on coal mining and thermal coal power generation, including more stringent exclusion criteria in line with <2°C scenarios and the adoption and publication of policies on oil and gas, as well as deforestation and peatland exploitation
- Introduction of climate-related concerns into the key performance indicators (KPIs) and incentive structures of employees across the bank and the executive board

Further recommendations are available for Barclays and its shareholders upon request.

Question	Possible Answers	Points	Max. Points	Bank's Score
Risk assessment and management (max. 54 points)				
Risk assessment (max. 15 points)				
1. a. Are climate risk assessments embedded into traditional types of risk, including credit risk, market risk and liquidity risk? Please provide evidence.	Yes	2 points	3 points	2.5
b. Have the following committees discussed climate risk yet? If yes, please provide a brief summary of these discussions.	No (please explain)	0 points		
2. a. Does the bank use scenario analysis to assess value at risk under a variety of carbon pathways? Please specify which models are used for this analysis.	Group Risk Committee	0.5 points	4 points	0
	Group Audit Committee	0.5 points		
	Group Risk Committee and Group Audit Committee	1 point		
	Neither of the above	0 points		
	Yes, for <2°C scenarios and for all books / assets	1 point		
	Yes, for <2°C scenarios but only for some books / assets	0.5 points		
	Yes, for 2°C scenarios and for all books / assets	1 point		
	Yes, for 2°C scenarios but only for some books / assets	0.5 points		
	Yes, for 2°C+ scenarios and for all books / assets	1 point		
	Yes, for 2°C+ scenarios but only for some books / assets	0.5 points		
3. a. In 2016, what was the amount of assets (in reporting currency) linked to the following sectors? What percentage of total assets does each represent? (If using an alternative categorisation, please explain.)	No	0 points	4 points	0
	Yes	1 point		
	No	0 points		
	Oil & gas (carbon-related assets) [2 columns: absolute amount and percentage - same for other answer options]	Base scoring on percentage of carbon-related assets relative to total assets. For those banks that respond, award 3 points to the quartile with the lowest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the highest percentage. Provide 0.5 points for those banks that respond with partial information.		
	Coal (carbon-related assets)			
	Electric utilities, excluding independent power and renewable electricity producer industries (carbon-related assets)			
	Air freight			
	Passenger air transportation			
	Maritime transportation			
	Rail transportation			
Trucking services				
Automobiles and components				
Metals and mining				
Chemicals				
Construction materials				
Capital goods				
Real estate management and development				
Beverages				
Industrial-scale agriculture				
Packaged foods and meats				
Paper and forest products				
Other (please specify)				
Total				
Yes	1 point			
No	0 points			
b. Is this information disclosed publicly?				

Question	Possible Answers	Points	Max. Points	Bank's Score
4. a. In 2016, to what extent was the bank involved in the underwriting of securities linked to the following sectors? Please disclose the absolute amount and the percentage of total securities underwritten.	Oil & gas (carbon-related assets) [2 columns: absolute amount and percentage - same for other answer options] Coal (carbon-related assets) Electric utilities, excluding independent power and renewable electricity producer industries (carbon-related assets) Air freight Passenger air transportation Maritime transportation Rail transportation Trucking services Automobiles and components Metals and mining Chemicals Construction materials Capital goods Real estate management and development Beverages Industrial-scale agriculture Packaged foods and meats Paper and forest products Other (please specify) Total Yes No	Base scoring on percentage of securities linked to carbon-related assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the lowest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the highest percentage. Provide 0.5 points for those banks that respond with partial information.	3 points	0
b. Is this information disclosed publicly?	Yes No	1 point 0 points Unscored		
5. a. What percentage of risk-weighted assets is carbon-related?	Oil & gas [2 columns: absolute amount and percentage - same for other answer options] Coal Electric utilities, excluding independent power and renewable electricity producer industries Yes No	1 point 0 points	1 point	0
b. Is this information disclosed publicly?	Yes No	1 point 0 points		
Risk management (max. 39 points)				
6. a. Does the bank have long-term objectives in terms of decreasing exposure to carbon-related assets or CO2e emissions (scope 3)? To what extent?	Yes, reducing exposure to zero Yes, reducing exposure by 50% or more Yes, reducing exposure by less than 50% No Reducing exposure to zero Reducing exposure by 50% or more Reducing exposure by less than 50% No objectives Yes No	5 points 3 points 1.5 points 0 points 3 points 2 points 1 point 0 points 1 point 0 points	9 points	0
b. Does the bank have long-term objectives in terms of decreasing its underwriting activities linked to carbon-related assets or CO2e emissions (scope 3)? To what extent?				
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
7. a. What is the bank's group-wide policy regarding coal mining and coal power?	There is a policy which excludes any new or existing client depending on revenues from coal mining or coal power by more than 30% There is a policy which excludes any new or existing client depending on revenues from coal mining or coal power by more than 50% There is a policy which excludes project finance for coal mining and coal power globally There is a policy which excludes project finance for coal mining or coal power globally A policy, but not group-wide or does not fully exclude any of the above No coal policy At least annually At least every three years Less than every three years Yes No	2 points 1.5 points 1 point 0.5 points 0.5 points 0 points 1 point 0.5 points 0 points 1 point 0 points 3 points	5 points	2.5
b. How often is this reviewed?				
c. Is this policy publicly available?				
8. a. What is the bank's group-wide policy regarding the provision of financial services that support the exploration and production of oil and gas reserves?	Policies excluding project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above, in addition to policies setting standards for upstream, midstream and downstream oil and gas operations Policies excluding project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above Policies excluding one or more of the following: project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above, in addition to policies setting standards for upstream, midstream and downstream oil and gas operations Policies excluding one or more of the following: project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above Policies setting standards for upstream, midstream and downstream oil and gas operations A policy, but not group-wide or does not apply any of the above No policy At least annually At least every three years Less than every three years Yes No	1.5 points 1.5 points 1 point 1.5 points 1.5 points 1 point 1.5 points 0.5 points 0 points 1 point 0.5 points 0 points 1 point 0 points	5 points	0
b. How often is this reviewed?				
c. Is this policy publicly available?				

Question	Possible Answers	Points	Max. Points	Bank's Score
9. a. Does the bank have a group-wide policy on deforestation, peatland expansion and exploitation, including respecting Free, Prior and Informed Consent - in line with the High Carbon Stock Approach?	A group-wide policy in line with the High Carbon Stock Approach - clients not acting in line or on a pathway towards acting in line with this approach are excluded A policy, but either not group-wide or not in line with the High Carbon Stock Approach	2 points		
b. How often is this reviewed?	No policy At least annually At least every three years Less than every three years	1 point 0 points 1 point 0.5 points 0 points 1 point 0 points 5 points	4 points	0
c. Is this policy publicly available?	Yes No	0 points 0 points		
10. a. What policies does the bank have in place regarding engagement with clients operating in the sectors most exposed to climate-related risks?	The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). Details on this are included in loan covenants. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients and outlines what the consequences for clients that fall short are. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment and sets clear objectives and timelines. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment. The bank does not engage with any clients in sectors most exposed to climate-related risks on <2°C alignment.	4 points 3 points 2 points 1 point 0 points 1 point 0.5 points 0 points 1 point 0 points 1 point 0 points	8 points	1
b. How often is this reviewed?	At least annually At least every three years Less than every three years	1 point 0.5 points 0 points		
c. Is this policy publicly available?	Yes No	1 point 0 points		
d. Does this engagement with clients include requests to adopt the TCFD recommendations?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
11. a. Does the bank factor in climate change when assessing risk associated with any new or existing business and price that risk accordingly? If yes, please provide evidence. b. Is information about this made publicly available?	Yes Partly (for some new or existing businesses, but not all) No Yes No	3 points 1.5 points 0 points 1 point 0 points	4 points	2.5
12. a. Does the bank pursue any other approaches to mitigating climate risks? b. Is information about this made publicly available?	Please explain Yes No	Up to 2 points (1 point per approach) 1 point 0 points	3 points	3
13. Does the bank issue regular update reports to communicate the implementation of and progress made on its policies to assess/mitigate climate risks?	Yes, annually. Yes, less than annually. No	1 point 0.5 points 0 points	1 point	1
Low-carbon products and services (max. 54 points)				
Current exposure and objectives (max. 24 points)				
14. a. In 2016, what was the amount of assets (in reporting currency) linked to low-carbon sectors? What percentage of total assets does this represent? (If using an alternative categorisation, please explain.)	[2 fields: amount and percentage]	Base scoring on percentage of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
b. What are the bank's long-term objectives in terms of increasing this percentage?		Base scoring on percentage of increase of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	7 points	0
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
15. a. In 2016, to what extent was the bank involved in the underwriting of securities linked to low-carbon sectors? Please disclose the absolute amount and the percentage of total securities underwritten.		Base scoring on percentage of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	5 points	0
b. What are the bank's objectives in terms of increasing this percentage?		Base scoring on percentage of increase of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
c. Is this information disclosed publicly?	Yes No Unscored	1 point 0 points		
16. a. What percentage of risk-weighted assets is linked to low-carbon sectors?				
b. Which tools has the bank put in place to lower the risk associated with some low-carbon assets?	First loss guarantee mechanisms Partial risk guarantee mechanisms Other (please specify)	1 point 1 point Up to 1 point	4 points	0
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
17. a. How much capital has the bank raised for its own activities via green bonds? What is the percentage of this compared to the total capital raised via debt markets? Please list each bond issued, the term and the quantum.		Base scoring on percentage of green bonds issued relative to total bonds issued. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points if at least one green bond has been issued, but no percentage provided.	4 points	2.5
b. Are those green bonds certified? Please list the certifying body for each green bond issued.	Yes No	2 points 0 points		
18. a. Does the bank seek out opportunities for adaptation finance? If yes, how is this achieved?	Yes (please specify)	3 points		
b. Is this information disclosed publicly?	Yes No	0 points 1 point 0 points	4 points	4
Framework (max. 25 points)				
19. How much resourcing and capacity is being allocated to support the development of low-carbon products and services systematically across the bank?	Each main division (including retail banking, commercial banking, corporate banking and investment banking as appropriate) has staff dedicated to developing low-carbon products and services within their department. Some of the main divisions have staff dedicated to developing low-carbon products and services within their department. There is dedicated staff working on the development of low-carbon products and services across the bank. None	5 points 2.5 points 2.5 points 0 points	5 points	2.5
20. What percentage of your total research budget is allocated to exploring low-carbon opportunities (either internally or via outsourcing)?		Base scoring on percentage. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0.5 points to the quartile with the lowest percentage - also 0.5 points if they prove there is a budget via research reports published, but cannot say how much	3 points	0.5

Question	Possible Answers	Points	Max. Points	Bank's Score
21. Please list an example of a low-carbon product or service the bank offers within each of the following divisions: 22. How is the bank seeking to expand and promote these low-carbon products and services among its clients?	Retail banking, commercial banking, corporate banking, investment banking Communication with clients (list the following: newsletters, face-to-face meetings or phone calls, events, other (please elaborate)) Incentives (list the following: low collateral requirements for green loans, favourable loan pricing, lower fees, other (please elaborate)) Other (please elaborate)	Up to 8 points, 2 points each Up to 3 points Up to 3 points Up to 3 points	8 points 9 points	4 5
Due diligence (max. 5 points)				
23. How does the bank certify and monitor low-carbon products and services to ensure their environmental sustainability?	Third party / independent reviews for all low-carbon assets followed up with regular update reports Third party / independent reviews for all low-carbon assets followed up with regular update reports Third party / independent reviews for some low-carbon assets None of the above Yes, for all low-carbon assets Yes, for some low-carbon assets No	3 points 2 points 2 points 0.5 points 0 points 2 points 1 point 0 points	3 points	0.5
24. Does the bank disclose information publicly to allow stakeholders to assess the environmental sustainability of low-carbon products and services?	Yes, for all low-carbon assets Yes, for some low-carbon assets No	2 points 1 point 0 points	2 points	2
Policy engagement and collaboration with other actors (max. 27 points)				
Policy and regulatory framework (max. 15 points)				
25. a. Is the bank engaging with policymakers on any legislation or policy designed to reduce GHG emissions or to promote an orderly transition to a low-carbon economy? b. Is the bank engaging with policymakers and regulators on financial regulation to ensure the rules governing the banking sector incentivise the sector's support for a low-carbon economy? c. If you answered yes to questions a/b, please provide an example. d. Is this information disclosed publicly?	Yes No Yes, on an international level Yes, on a national level No Engagement on GHG reductions / transition to a low-carbon economy: Engagement on financial regulation: Yes No / Partly Yes, and staff have been encouraged to bring up climate change as a concern in each meeting with policymakers or regulators. Yes No Subsidies for fossil fuel companies Incentives for low-carbon growth Introduction of climate-related concerns into capital requirements regulation Introduction or enhancement of a carbon tax / other carbon pricing mechanism Climate-related disclosure requirements Other (please elaborate)	2 points 0 points 2 points 1 point 0 points Up to 1 point Up to 1 point 1 point 0 points 2 points 1 point 0 points 2 points 1 point 0 points 1 point 1 point 1 point 1 point 1 point Up to 1 point	7 points	5
26. Are there time and resources within the public affairs team specifically allocated to supporting the transition to a low-carbon economy?	Yes No	2 points 1 point	2 points	1
27. Does the bank publish its position on the following climate-related policy and/or regulatory issues?	Yes No	1 point 0 points	1 point	0

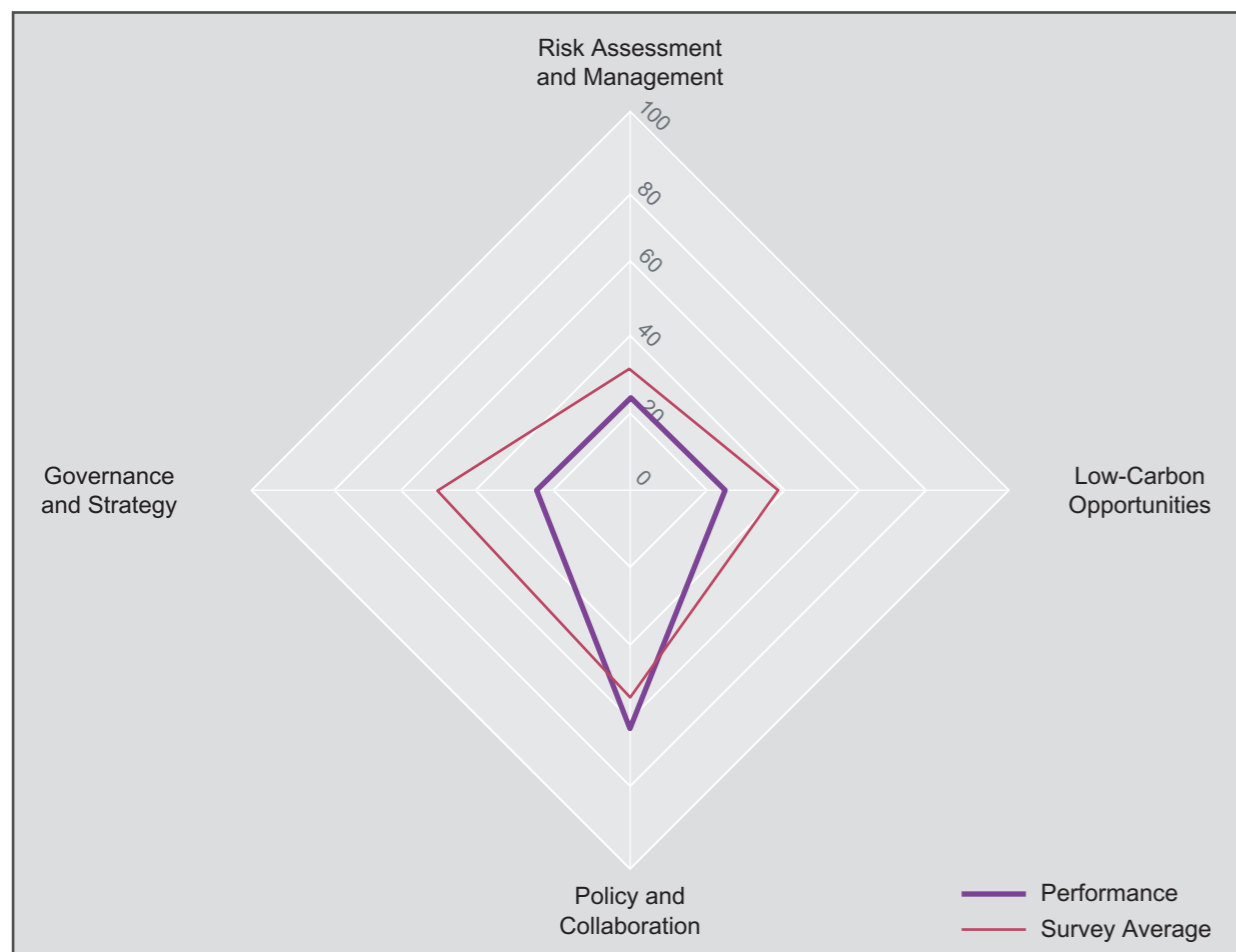
Question	Possible Answers	Points	Max. Points	Bank's Score
Trade associations (max. 3 points)				
28. a. Please list the trade associations the bank is a member of. b. Is this information disclosed publicly?	Yes No Yes - please briefly outline how this is achieved No Yes (please specify) No	Unscored 1 point 0 points 1 point 0 points 1 point 0 points	2 points	1
29. Does the bank ensure the climate policies of the trade associations it is a member of are not inconsistent with its own? 30. Does the bank actively promote support for the low-carbon transition as a topic for policy engagements within the trade associations it is a member of?	Yes No	1 point 0 points	1 point	1
Other initiatives (max. 9 points)				
31. Is the bank a member/signatory of any of the following climate-related initiatives?	Banking Environment Initiative Equator Principles United Nations Environment Programme Finance Initiative (UNEPFI) United Nations Environment Programme Finance Initiative (UNEPFI) banking sector initiative on TCFD recommendations Carbon Disclosure Project (CDP) Green Bond Principles Science-Based Targets Other (please specify) Yes, ongoing engagement (please describe this engagement) Yes, this has been a topic of interaction (please describe the nature of this interaction) No	0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points Up to 0.5 points 2 points 1 point 0 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points	4 points	3
32. Does the bank engage with credit rating agencies on the issue of climate change?	Yes, this has been a topic of interaction (please describe the nature of this interaction) No	2 points 1 point 0 points	2 points	1
33. How does the bank engage with NGOs, think tanks and academics on the issue of climate change?	Regular meetings or phone calls Regular reporting Collaborative initiatives (please elaborate) Consultations (please give an example) Stakeholder committee Other (please specify) None of the above	0.5 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points	2.5 points	1
34. Please give an example of when a climate-related engagement with an NGO, think tank or academic has influenced and changed a policy or practice at the bank.		0.5 points	0.5 points	0.5

Question	Possible Answers	Points	Max. Points	Bank's Score
Governance, strategy and implementation (max. 27 points)				
Strategy (max. 13 points)				
35. a. Does the bank have a strategy on climate change?	Yes, and it is a group-wide commitment aligned with the Paris Agreement Yes, and it is a group-wide commitment Yes, and it is aligned with the Paris Agreement Yes No	3 points 2 points 2 points 1 point 0 points 3 points	9 points	3
b. Is this strategy comprehensive, ie. does it address all areas which are relevant for banks in terms of climate change?	The policy addresses all of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses three of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses one or two of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation	2 points 1 point		
c. Is this strategy publicly available?	Yes No	1 point 0 points		
d. Are progress updates about this strategy disclosed?	Yes, at least annually. Yes, less than annually. No	2 points 1 point 0 points		
36. a. Is the bank planning to implement the recommendations of the Task Force on Climate-related Financial Disclosures? b. If yes, by what date is the bank intending to fully report against the recommendations?	Yes No (please explain) The bank is already doing so 2017 Annual Report 2018 Annual Report	2 points 0 points 2 points 1 point 0.5 points	4 points	2.5
Governance and implementation (max. 14 points)				
37. Is there board-level oversight of the climate strategy?	The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) and there is at least one board member with specific climate-related expertise The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) The board is involved in development of policies and targets (please outline this process) The board approves policies and targets No	3 points 2.5 points 1.5 points 1 point 0 points	3 points	2.5

Question	Possible Answers	Points	Max. Points	Bank's Score
38. a. How is awareness of climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition raised across the organisation? b. What percentage of employees has received training on climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition?	E-learning Seminars and workshops Conferences and other events Internal roadshows Other (please specify): Please indicate percentage.	0.5 points 0.5 points 0.5 points 0.5 points Up to 1 point (0.5 points each) Depending on percentage of employees trained: less than 20% - 0 points, 20% to 50% - 1.5 points, above 50% - 3 points	6 points	2
39. Are there any climate-related Key Performance Indicators (KPIs) or objectives for individuals or teams?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	2.5 points 1 point 1 point 0 points 2.5 points	2.5 points	0
40. Are those KPIs or objectives, if existent, translated into incentive structures and remuneration policies?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	1 point 1 point 0 points 2.5 points	2.5 points	0
			162 points	58

Banco Bilbao Vizcaya Argentaria (BBVA)

Score: 52.5 / 162
Category: Learner



Scores converted into percentages to allow comparison between sections

Recommendations for investor engagement

Shareholders in BBVA are encouraged to request:

- Disclosure of the current percentage of assets linked to high- and low-carbon sectors relative to total assets and objectives going forward
- Adoption and publication of policies on coal mining and thermal coal power generation, on oil and gas, as well as deforestation and peatland exploitation
- Publication of a group-wide, comprehensive strategy on climate change aligned with the aims of the Paris Agreement (including information about climate risk assessments and management, low-carbon products and services, policy engagements and collaboration with other actors and the governance and implementation of the strategy)

Further recommendations are available for BBVA and its shareholders upon request.

Question	Possible Answers	Points	Max. Points	Bank's Score
Risk assessment and management (max. 54 points)				
Risk assessment (max. 15 points)				
1. a. Are climate risk assessments embedded into traditional types of risk, including credit risk, market risk and liquidity risk? Please provide evidence.	Yes	2 points	3 points	3
b. Have the following committees discussed climate risk yet? If yes, please provide a brief summary of these discussions.	No (please explain)	0 points		
2. a. Does the bank use scenario analysis to assess value at risk under a variety of carbon pathways? Please specify which models are used for this analysis.	Group Risk Committee	0.5 points	4 points	0
	Group Audit Committee	0.5 points		
	Group Risk Committee and Group Audit Committee	1 point		
	Neither of the above	0 points		
	Yes, for <2° C scenarios and for all books / assets	1 point		
	Yes, for <2° C scenarios but only for some books / assets	0.5 points		
	Yes, for 2° C scenarios and for all books / assets	1 point		
	Yes, for 2° C scenarios but only for some books / assets	0.5 points		
	Yes, for 2° C+ scenarios and for all books / assets	1 point		
	Yes, for 2° C+ scenarios but only for some books / assets	0.5 points		
3. a. In 2016, what was the amount of assets (in reporting currency) linked to the following sectors? What percentage of total assets does each represent? (If using an alternative categorisation, please explain.)	No	0 points	4 points	0
	Yes	1 point		
b. Is this information disclosed publicly?	No	0 points	4 points	0
	Yes	1 point		
b. Is this information disclosed publicly?	Oil & gas (carbon-related assets) [2 columns: absolute amount and percentage - same for other answer options]	Base scoring on percentage of carbon-related assets relative to total assets. For those banks that respond, award 3 points to the quartile with the lowest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the highest percentage. Provide 0.5 points for those banks that respond with partial information.	4 points	0
	Coal (carbon-related assets)			
	Electric utilities, excluding independent power and renewable electricity producer industries (carbon-related assets)			
	Air freight			
	Passenger air transportation			
	Maritime transportation			
	Rail transportation			
	Trucking services			
	Automobiles and components			
	Metals and mining			
	Chemicals			
	Construction materials			
	Capital goods			
	Real estate management and development			
	Beverages			
	Industrial-scale agriculture			
	Packaged foods and meats			
	Paper and forest products			
	Other (please specify)			
	Total	1 point		
	Yes	0 points		
	No	0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
9. a. Does the bank have a group-wide policy on deforestation, peatland expansion and exploitation, including respecting Free, Prior and Informed Consent - in line with the High Carbon Stock Approach?	A group-wide policy in line with the High Carbon Stock Approach - clients not acting in line or on a pathway towards acting in line with this approach are excluded A policy, but either not group-wide or not in line with the High Carbon Stock Approach	2 points		
b. How often is this reviewed?	No policy At least annually At least every three years Less than every three years	1 point 0 points 1 point 0.5 points 0 points	4 points	0
c. Is this policy publicly available?	Yes No	1 point 0 points		
10. a. What policies does the bank have in place regarding engagement with clients operating in the sectors most exposed to climate-related risks?	The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). Details on this are included in loan covenants. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients and outlines what the consequences for clients that fall short are. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines.	4 points		
b. How often is this reviewed?	The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients and outlines what the consequences for clients that fall short are. The bank does not engage with any clients in sectors most exposed to climate-related risks on <2°C alignment.	3 points	8 points	5
c. Is this policy publicly available?	At least annually At least every three years Less than every three years	2 points		
d. Does this engagement with clients include requests to adopt the TCFD recommendations?	Yes No Yes No	1 point 0 points 1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
11. a. Does the bank factor in climate change when assessing risk associated with any new or existing business and price that risk accordingly? If yes, please provide evidence. b. Is information about this made publicly available?	Yes Partly (for some new or existing businesses, but not all) No Yes No Please explain	3 points 1.5 points 0 points 1 point 0 points	4 points	1.5
12. a. Does the bank pursue any other approaches to mitigating climate risks? b. Is information about this made publicly available?	Yes No Yes, annually. Yes, less than annually. No	Up to 2 points (1 point per approach) 1 point 0 points 1 point 0.5 points 0 points	3 points	2
13. Does the bank issue regular update reports to communicate the implementation of and progress made on its policies to assess/mitigate climate risks?			1 point	1
Low-carbon products and services (max. 54 points)				
Current exposure and objectives (max. 24 points)				
14. a. In 2016, what was the amount of assets (in reporting currency) linked to low-carbon sectors? What percentage of total assets does this represent? (If using an alternative categorisation, please explain.)	[2 fields: amount and percentage]	Base scoring on percentage of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
b. What are the bank's long-term objectives in terms of increasing this percentage?		Base scoring on percentage of increase of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	7 points	0
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
15. a. In 2016, to what extent was the bank involved in the underwriting of securities linked to low-carbon sectors? Please disclose the absolute amount and the percentage of total securities underwritten.		Base scoring on percentage of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	5 points	0.5
b. What are the bank's objectives in terms of increasing this percentage?		Base scoring on percentage of increase of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
c. Is this information disclosed publicly?	Yes No Unscored	1 point 0 points		
16. a. What percentage of risk-weighted assets is linked to low-carbon sectors?				
b. Which tools has the bank put in place to lower the risk associated with some low-carbon assets?	First loss guarantee mechanisms Partial risk guarantee mechanisms Other (please specify)	1 point 1 point Up to 1 point	4 points	0
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
17. a. How much capital has the bank raised for its own activities via green bonds? What is the percentage of this compared to the total capital raised via debt markets? Please list each bond issued, the term and the quantum.		Base scoring on percentage of green bonds issued relative to total bonds issued. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points if at least one green bond has been issued, but no percentage provided.	4 points	0
b. Are those green bonds certified? Please list the certifying body for each green bond issued.	Yes No	2 points 0 points		
18. a. Does the bank seek out opportunities for adaptation finance? If yes, how is this achieved?	Yes (please specify)	3 points		
b. Is this information disclosed publicly?	Yes No	0 points 1 point 0 points	4 points	0
Framework (max. 25 points)				
19. How much resourcing and capacity is being allocated to support the development of low-carbon products and services systematically across the bank?	Each main division (including retail banking, commercial banking, corporate banking and investment banking as appropriate) has staff dedicated to developing low-carbon products and services within their department. Some of the main divisions have staff dedicated to developing low-carbon products and services within their department. There is dedicated staff working on the development of low-carbon products and services across the bank. None	5 points 2.5 points 2.5 points 0 points	5 points	5
20. What percentage of your total research budget is allocated to exploring low-carbon opportunities (either internally or via outsourcing)?		Base scoring on percentage. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0.5 points to the quartile with the lowest percentage - also 0.5 points if they prove there is a budget via research reports published, but cannot say how much	3 points	0.5

Question	Possible Answers	Points	Max. Points	Bank's Score
21. Please list an example of a low-carbon product or service the bank offers within each of the following divisions:	Retail banking, commercial banking, corporate banking, investment banking	Up to 8 points, 2 points each	8 points	4
22. How is the bank seeking to expand and promote these low-carbon products and services among its clients?	Communication with clients (list the following: newsletters, face-to-face meetings or phone calls, events, other (please elaborate)) Incentives (list the following: low collateral requirements for green loans, favourable loan pricing, lower fees, other (please elaborate)) Other (please elaborate)	Up to 3 points Up to 3 points Up to 3 points	9 points	3
Due diligence (max. 5 points)				
23. How does the bank certify and monitor low-carbon products and services to ensure their environmental sustainability?	Third party / independent reviews for all low-carbon assets followed up with regular update reports Third party / independent reviews for all low-carbon assets Third party / independent reviews for some low-carbon assets followed up with regular update reports Third party / independent reviews for some low-carbon assets None of the above	3 points 2 points 2 points 0.5 points 0 points	3 points	2
24. Does the bank disclose information publicly to allow stakeholders to assess the environmental sustainability of low-carbon products and services?	Yes, for all low-carbon assets Yes, for some low-carbon assets No	2 points 1 point 0 points	2 points	1
Policy engagement and collaboration with other actors (max. 27 points)				
Policy and regulatory framework (max. 15 points)				
25. a. Is the bank engaging with policymakers on any legislation or policy designed to reduce GHG emissions or to promote an orderly transition to a low-carbon economy? b. Is the bank engaging with policymakers and regulators on financial regulation to ensure the rules governing the banking sector incentivise the sector's support for a low-carbon economy? c. If you answered yes to questions a/b, please provide an example. d. Is this information disclosed publicly?	Yes No Yes, on an international level Yes, on a national level No Engagement on GHG reductions / transition to a low-carbon economy: Engagement on financial regulation: Yes No / Partly Yes, and staff have been encouraged to bring up climate change as a concern in each meeting with policymakers or regulators. Yes No Subsidies for fossil fuel companies Incentives for low-carbon growth Introduction of climate-related concerns into capital requirements regulation Introduction or enhancement of a carbon tax / other carbon pricing mechanism Climate-related disclosure requirements Other (please elaborate)	2 points 0 points 2 points 1 point 0 points Up to 1 point Up to 1 point 1 point 0 points 2 points 1 point 0 points 1 point 1 point 1 point 1 point 1 point 1 point Up to 1 point	7 points	6
26. Are there time and resources within the public affairs team specifically allocated to supporting the transition to a low-carbon economy?	Yes No	2 points 0 points	2 points	2
27. Does the bank publish its position on the following climate-related policy and/or regulatory issues?	Yes No	1 point 0 points	1 point	1

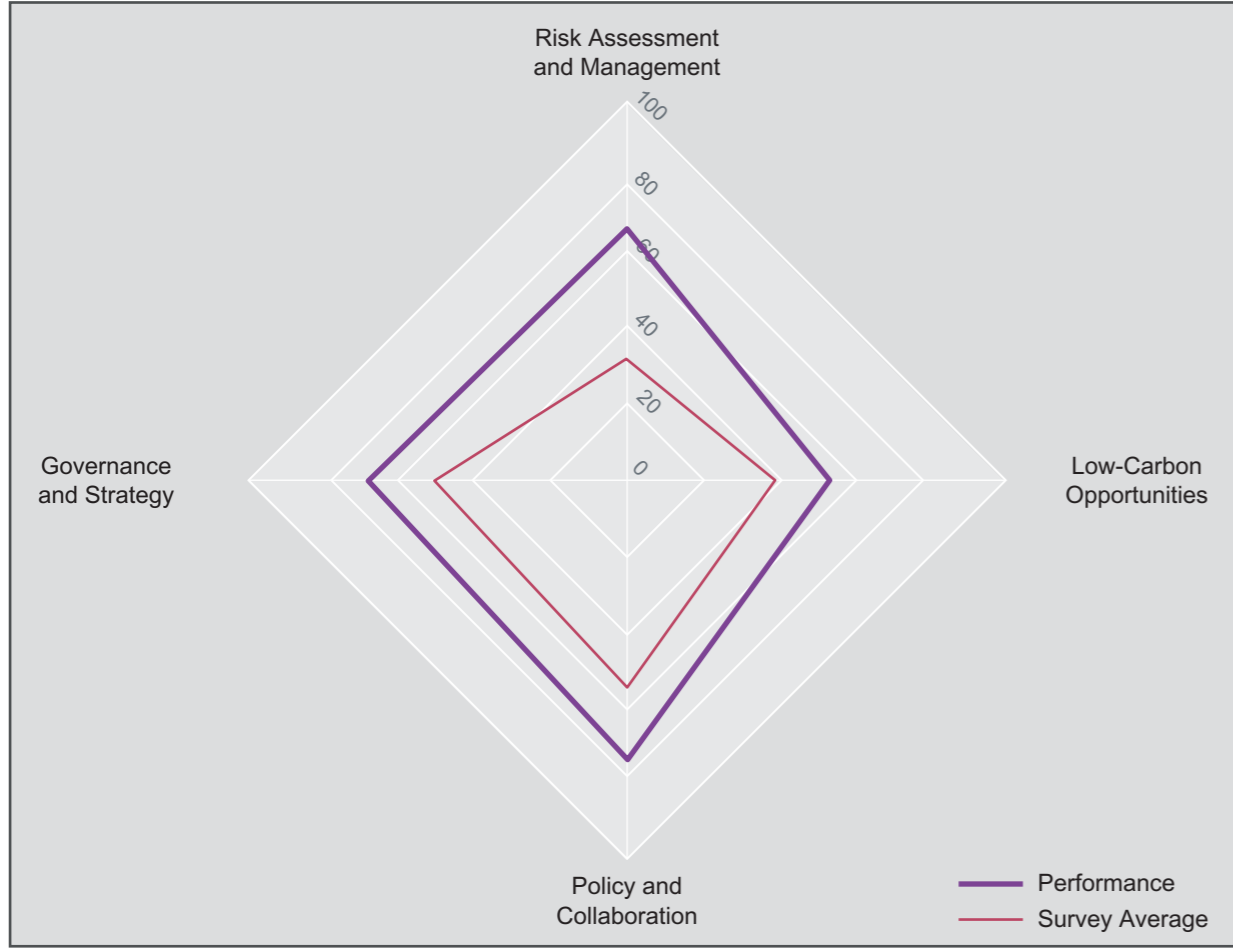
Question	Possible Answers	Points	Max. Points	Bank's Score
Trade associations (max. 3 points)				
28. a. Please list the trade associations the bank is a member of. b. Is this information disclosed publicly?	Yes No Yes - please briefly outline how this is achieved No Yes (please specify) No	Unscored 1 point 0 points 1 point 0 points 1 point 0 points	2 points	1
29. Does the bank ensure the climate policies of the trade associations it is a member of are not inconsistent with its own?	Yes (please specify) No	1 point 0 points	1 point	1
30. Does the bank actively promote support for the low-carbon transition as a topic for policy engagements within the trade associations it is a member of?	Yes (please specify) No	1 point 0 points	1 point	1
Other initiatives (max. 9 points)				
31. Is the bank a member/signatory of any of the following climate-related initiatives?	Banking Environment Initiative Equator Principles United Nations Environment Programme Finance Initiative (UNEPFI) United Nations Environment Programme Finance Initiative (UNEPFI) banking sector initiative on TCFD recommendations Carbon Disclosure Project (CDP) Green Bond Principles Science-Based Targets Other (please specify) Yes, ongoing engagement (please describe this engagement) Yes, this has been a topic of interaction (please describe the nature of this interaction) No Regular meetings or phone calls Regular reporting Collaborative initiatives (please elaborate) Consultations (please give an example) Stakeholder committee Other (please specify) None of the above	0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points Up to 0.5 points 2 points 1 point 0 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points	4 points	3
32. Does the bank engage with credit rating agencies on the issue of climate change?	Yes, ongoing engagement (please describe this engagement) Yes, this has been a topic of interaction (please describe the nature of this interaction) No	2 points 1 point 0 points	2 points	0
33. How does the bank engage with NGOs, think tanks and academics on the issue of climate change?	Regular meetings or phone calls Regular reporting Collaborative initiatives (please elaborate) Consultations (please give an example) Stakeholder committee Other (please specify) None of the above	0 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points	2.5 points	2
34. Please give an example of when a climate-related engagement with an NGO, think tank or academic has influenced and changed a policy or practice at the bank.	None of the above	0.5 points	0.5 points	0

Question	Possible Answers	Points	Max. Points	Bank's Score
Governance, strategy and implementation (max. 27 points)				
Strategy (max. 13 points)				
35. a. Does the bank have a strategy on climate change?	Yes, and it is a group-wide commitment aligned with the Paris Agreement Yes, and it is a group-wide commitment Yes, and it is aligned with the Paris Agreement Yes No	3 points 2 points 2 points 1 point 0 points 3 points		
b. Is this strategy comprehensive, ie. does it address all areas which are relevant for banks in terms of climate change?	The policy addresses all of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses three of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses one or two of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation	2 points 1 point	9 points	0
c. Is this strategy publicly available?	Yes No	1 point 0 points		
d. Are progress updates about this strategy disclosed?	Yes, at least annually. Yes, less than annually. No	2 points 1 point 0 points		
36. a. Is the bank planning to implement the recommendations of the Task Force on Climate-related Financial Disclosures? b. If yes, by what date is the bank intending to fully report against the recommendations?	Yes No (please explain) The bank is already doing so 2017 Annual Report 2018 Annual Report	2 points 0 points 2 points 1 point 0.5 points	4 points	2.5
Governance and implementation (max. 14 points)				
37. Is there board-level oversight of the climate strategy?	The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) and there is at least one board member with specific climate-related expertise The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) The board is involved in development of policies and targets (please outline this process) The board approves policies and targets No	3 points 2.5 points 1.5 points 1 point 0 points	3 points	2.5

Question	Possible Answers	Points	Max. Points	Bank's Score
38. a. How is awareness of climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition raised across the organisation? b. What percentage of employees has received training on climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition?	E-learning Seminars and workshops Conferences and other events Internal roadshows Other (please specify): Please indicate percentage.	0.5 points 0.5 points 0.5 points 0.5 points Up to 1 point (0.5 points each) Depending on percentage of employees trained: less than 20% - 0 points, 20% to 50% - 1.5 points, above 50% - 3 points	6 points	2
39. Are there any climate-related Key Performance Indicators (KPIs) or objectives for individuals or teams?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	2.5 points 1 point 1 point 0 points 2.5 points	2.5 points	0
40. Are those KPIs or objectives, if existent, translated into incentive structures and remuneration policies?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	1 point 1 point 0 points 2.5 points	2.5 points	0
162 points				
52.5				

BNP Paribas

Score: 107 / 162
Category: Leader



Scores converted into percentages to allow comparison between sections

Recommendations for investor engagement

Shareholders in BNP Paribas are encouraged to request:

- Integration of <2°C scenarios in the bank's scenario analysis
- Strengthening policies on coal mining and thermal coal power generation to exclude any new or existing clients depending on revenues from coal-related activities by more than 30%
- Introduction of climate-related concerns into the key performance indicators (KPIs) of employees across the bank and the executive board

Further recommendations are available for BNP Paribas and its shareholders upon request.

Question	Possible Answers	Points	Max. Points	Bank's Score
Risk assessment and management (max. 54 points)				
Risk assessment (max. 15 points)				
1. a. Are climate risk assessments embedded into traditional types of risk, including credit risk, market risk and liquidity risk? Please provide evidence.	Yes	2 points	3 points	2.5
b. Have the following committees discussed climate risk yet? If yes, please provide a brief summary of these discussions.	No (please explain)	0 points		
2. a. Does the bank use scenario analysis to assess value at risk under a variety of carbon pathways? Please specify which models are used for this analysis.	Group Risk Committee	0.5 points	4 points	1.5
	Group Audit Committee	0.5 points		
	Group Risk Committee and Group Audit Committee	1 point		
	Neither of the above	0 points		
	Yes, for <2°C scenarios and for all books / assets	1 point		
	Yes, for <2°C scenarios but only for some books / assets	0.5 points		
	Yes, for 2°C scenarios and for all books / assets	1 point		
	Yes, for 2°C scenarios but only for some books / assets	0.5 points		
	Yes, for 2°C+ scenarios and for all books / assets	1 point		
	Yes, for 2°C+ scenarios but only for some books / assets	0.5 points		
3. a. In 2016, what was the amount of assets (in reporting currency) linked to the following sectors? What percentage of total assets does each represent? (If using an alternative categorisation, please explain.)	No	0 points	4 points	3
	Yes	1 point		
	No	0 points		
	Oil & gas (carbon-related assets) [2 columns: absolute amount and percentage - same for other answer options]	Base scoring on percentage of carbon-related assets relative to total assets. For those banks that respond, award 3 points to the quartile with the lowest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the highest percentage. Provide 0.5 points for those banks that respond with partial information.		
	Coal (carbon-related assets)			
	Electric utilities, excluding independent power and renewable electricity producer industries (carbon-related assets)			
	Air freight			
	Passenger air transportation			
	Maritime transportation			
	Rail transportation			
Trucking services				
Automobiles and components				
Metals and mining				
Chemicals				
Construction materials				
Capital goods				
Real estate management and development				
Beverages				
Industrial-scale agriculture				
Packaged foods and meats				
Paper and forest products				
Other (please specify)				
Total				
Yes	1 point			
No	0 points			
b. Is this information disclosed publicly?				

Question	Possible Answers	Points	Max. Points	Bank's Score
4. a. In 2016, to what extent was the bank involved in the underwriting of securities linked to the following sectors? Please disclose the absolute amount and the percentage of total securities underwritten.	Oil & gas (carbon-related assets) [2 columns: absolute amount and percentage - same for other answer options] Coal (carbon-related assets) Electric utilities, excluding independent power and renewable electricity producer industries (carbon-related assets) Air freight Passenger air transportation Maritime transportation Rail transportation Trucking services Automobiles and components Metals and mining Chemicals Construction materials Capital goods Real estate management and development Beverages Industrial-scale agriculture Packaged foods and meats Paper and forest products Other (please specify) Total Yes No	Base scoring on percentage of securities linked to carbon-related assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the lowest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the highest percentage. Provide 0.5 points for those banks that respond with partial information.	3 points	0
b. Is this information disclosed publicly?	Yes No	1 point 0 points Unscored		
5. a. What percentage of risk-weighted assets is carbon-related?	Oil & gas [2 columns: absolute amount and percentage - same for other answer options] Coal Electric utilities, excluding independent power and renewable electricity producer industries Yes No	1 point 0 points	1 point	0
b. Is this information disclosed publicly?	Yes No	1 point 0 points		
Risk management (max. 39 points)				
6. a. Does the bank have long-term objectives in terms of decreasing exposure to carbon-related assets or CO2e emissions (scope 3)? To what extent?	Yes, reducing exposure to zero Yes, reducing exposure by 50% or more Yes, reducing exposure by less than 50% No Reducing exposure to zero Reducing exposure by 50% or more Reducing exposure by less than 50% No objectives Yes No	5 points 3 points 1.5 points 0 points 3 points 2 points 1 point 0 points 1 point 0 points	9 points	6
b. Does the bank have long-term objectives in terms of decreasing its underwriting activities linked to carbon-related assets or CO2e emissions (scope 3)? To what extent?	Yes No	1 point 0 points		
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
7. a. What is the bank's group-wide policy regarding coal mining and coal power?	There is a policy which excludes any new or existing client depending on revenues from coal mining or coal power by more than 30% There is a policy which excludes any new or existing client depending on revenues from coal mining or coal power by more than 50% There is a policy which excludes project finance for coal mining and coal power globally There is a policy which excludes project finance for coal mining or coal power globally A policy, but not group-wide or does not fully exclude any of the above No coal policy At least annually At least every three years Less than every three years Yes No	2 points 1.5 points 1 point 0.5 points 0.5 points 0 points 1 point 0.5 points 0 points 1 point 0 points 3 points	5 points	4.5
b. How often is this reviewed?	At least annually At least every three years Less than every three years Yes No	0 points 1 point 0.5 points 0 points 0 points		
c. Is this policy publicly available?	Yes No	1 point 0 points		
8. a. What is the bank's group-wide policy regarding the provision of financial services that support the exploration and production of oil and gas reserves?	Policies excluding project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above, in addition to policies setting standards for upstream, midstream and downstream oil and gas operations Policies excluding project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above Policies excluding one or more of the following: project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above, in addition to policies setting standards for upstream, midstream and downstream oil and gas operations Policies excluding one or more of the following: project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above Policies setting standards for upstream, midstream and downstream oil and gas operations A policy, but not group-wide or does not apply any of the above No policy At least annually At least every three years Less than every three years Yes No	1.5 points 1.5 points 1.5 points 1 point 1.5 points 1.5 points 1 point 1.5 points 1.5 points 0.5 points 0 points 1 point 0.5 points 0 points 1 point 0 points	5 points	4
b. How often is this reviewed?	At least annually At least every three years Less than every three years Yes No	0 points 1 point 0.5 points 0 points 0 points		
c. Is this policy publicly available?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
9. a. Does the bank have a group-wide policy on deforestation, peatland expansion and exploitation, including respecting Free, Prior and Informed Consent - in line with the High Carbon Stock Approach?	A group-wide policy in line with the High Carbon Stock Approach - clients not acting in line or on a pathway towards acting in line with this approach are excluded A policy, but either not group-wide or not in line with the High Carbon Stock Approach	2 points		
b. How often is this reviewed?	No policy At least annually At least every three years Less than every three years	1 point 0 points 1 point 0.5 points 0 points	4 points	3.5
c. Is this policy publicly available?	Yes No	1 point 0 points		
10. a. What policies does the bank have in place regarding engagement with clients operating in the sectors most exposed to climate-related risks?	The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). Details on this are included in loan covenants. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients and outlines what the consequences for clients that fall short are. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment and sets clear objectives and timelines. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment. The bank does not engage with any clients in sectors most exposed to climate-related risks on <2°C alignment.	4 points 3 points 2 points	8 points	6
b. How often is this reviewed?	At least annually At least every three years Less than every three years	1 point 0.5 points 0 points		
c. Is this policy publicly available?	Yes No	1 point 0 points		
d. Does this engagement with clients include requests to adopt the TCFD recommendations?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
11. a. Does the bank factor in climate change when assessing risk associated with any new or existing business and price that risk accordingly? If yes, please provide evidence. b. Is information about this made publicly available?	Yes Partly (for some new or existing businesses, but not all) No Yes No Please explain	3 points 1.5 points 0 points 1 point 0 points	4 points	3
12. a. Does the bank pursue any other approaches to mitigating climate risks? b. Is information about this made publicly available?	Yes No Yes, annually. Yes, less than annually. No Please explain	Up to 2 points (1 point per approach) 1 point 0 points 1 point 0.5 points 0 points	3 points	2
13. Does the bank issue regular update reports to communicate the implementation of and progress made on its policies to assess/mitigate climate risks?	Yes No	1 point 0 points	1 point	1
Low-carbon products and services (max. 54 points)				
Current exposure and objectives (max. 24 points)				
14. a. In 2016, what was the amount of assets (in reporting currency) linked to low-carbon sectors? What percentage of total assets does this represent? (If using an alternative categorisation, please explain.)	[2 fields: amount and percentage]	Base scoring on percentage of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
b. What are the bank's long-term objectives in terms of increasing this percentage?		Base scoring on percentage of increase of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	7 points	1
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
15. a. In 2016, to what extent was the bank involved in the underwriting of securities linked to low-carbon sectors? Please disclose the absolute amount and the percentage of total securities underwritten.		Base scoring on percentage of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	5 points	0.5
b. What are the bank's objectives in terms of increasing this percentage?		Base scoring on percentage of increase of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
c. Is this information disclosed publicly?	Yes No Unscored	1 point 0 points		
16. a. What percentage of risk-weighted assets is linked to low-carbon sectors?				
b. Which tools has the bank put in place to lower the risk associated with some low-carbon assets?	First loss guarantee mechanisms Partial risk guarantee mechanisms Other (please specify)	1 point 1 point Up to 1 point	4 points	2
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
17. a. How much capital has the bank raised for its own activities via green bonds? What is the percentage of this compared to the total capital raised via debt markets? Please list each bond issued, the term and the quantum.		Base scoring on percentage of green bonds issued relative to total bonds issued. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points if at least one green bond has been issued, but no percentage provided.	4 points	2.5
b. Are those green bonds certified? Please list the certifying body for each green bond issued.	Yes No	2 points 0 points		
18. a. Does the bank seek out opportunities for adaptation finance? If yes, how is this achieved?	Yes (please specify)	3 points		
b. Is this information disclosed publicly?	Yes No	0 points 1 point 0 points	4 points	0
Framework (max. 25 points)				
19. How much resourcing and capacity is being allocated to support the development of low-carbon products and services systematically across the bank?	Each main division (including retail banking, commercial banking, corporate banking and investment banking as appropriate) has staff dedicated to developing low-carbon products and services within their department. Some of the main divisions have staff dedicated to developing low-carbon products and services within their department. There is dedicated staff working on the development of low-carbon products and services across the bank. None	5 points 2.5 points 2.5 points 0 points	5 points	5
20. What percentage of your total research budget is allocated to exploring low-carbon opportunities (either internally or via outsourcing)?		Base scoring on percentage. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0.5 points to the quartile with the lowest percentage - also 0.5 points if they prove there is a budget via research reports published, but cannot say how much	3 points	3

Question	Possible Answers	Points	Max. Points	Bank's Score
21. Please list an example of a low-carbon product or service the bank offers within each of the following divisions:	Retail banking, commercial banking, corporate banking, investment banking	Up to 8 points, 2 points each	8 points	8
22. How is the bank seeking to expand and promote these low-carbon products and services among its clients?	Communication with clients (list the following: newsletters, face-to-face meetings or phone calls, events, other (please elaborate)) Incentives (list the following: low collateral requirements for green loans, favourable loan pricing, lower fees, other (please elaborate)) Other (please elaborate)	Up to 3 points Up to 3 points Up to 3 points	9 points	5
Due diligence (max. 5 points)				
23. How does the bank certify and monitor low-carbon products and services to ensure their environmental sustainability?	Third party / independent reviews for all low-carbon assets followed up with regular update reports Third party / independent reviews for all low-carbon assets Third party / independent reviews for some low-carbon assets followed up with regular update reports Third party / independent reviews for some low-carbon assets None of the above	3 points 2 points 2 points 0.5 points 0 points	3 points	2
24. Does the bank disclose information publicly to allow stakeholders to assess the environmental sustainability of low-carbon products and services?	Yes, for all low-carbon assets Yes, for some low-carbon assets No	2 points 1 point 0 points	2 points	1
Policy engagement and collaboration with other actors (max. 27 points)				
Policy and regulatory framework (max. 15 points)				
25. a. Is the bank engaging with policymakers on any legislation or policy designed to reduce GHG emissions or to promote an orderly transition to a low-carbon economy? b. Is the bank engaging with policymakers and regulators on financial regulation to ensure the rules governing the banking sector incentivise the sector's support for a low-carbon economy? c. If you answered yes to questions a/b, please provide an example. d. Is this information disclosed publicly?	Yes No Yes, on an international level Yes, on a national level No Engagement on GHG reductions / transition to a low-carbon economy: Engagement on financial regulation: Yes No / Partly Yes, and staff have been encouraged to bring up climate change as a concern in each meeting with policymakers or regulators. Yes No Subsidies for fossil fuel companies Incentives for low-carbon growth Introduction of climate-related concerns into capital requirements regulation Introduction or enhancement of a carbon tax / other carbon pricing mechanism Climate-related disclosure requirements Other (please elaborate)	2 points 0 points 2 points 1 point 0 points Up to 1 point Up to 1 point 1 point 0 points 2 points 1 point 0 points 1 point 1 point 1 point 1 point 1 point 1 point Up to 1 point	7 points	7
26. Are there time and resources within the public affairs team specifically allocated to supporting the transition to a low-carbon economy?	Yes No	2 points 1 point	2 points	1
27. Does the bank publish its position on the following climate-related policy and/or regulatory issues?	Yes No	1 point 0 points	1 point	4

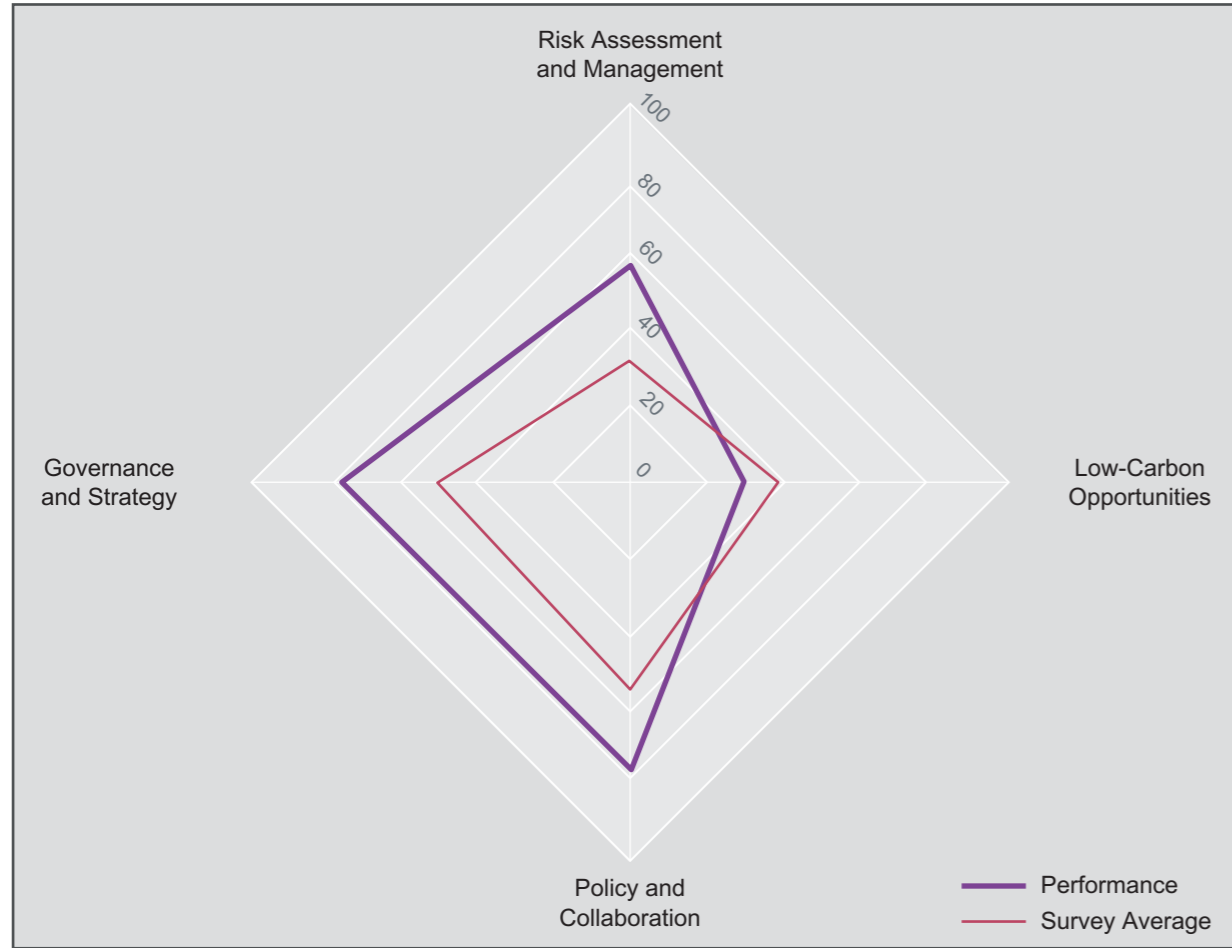
Question	Possible Answers	Points	Max. Points	Bank's Score
Trade associations (max. 3 points)				
28. a. Please list the trade associations the bank is a member of. b. Is this information disclosed publicly?	Yes No Yes - please briefly outline how this is achieved No Yes (please specify) No	Unscored 1 point 0 points 1 point 0 points 1 point 0 points	2 points	1
29. Does the bank ensure the climate policies of the trade associations it is a member of are not inconsistent with its own?	Yes (please specify) No	1 point 0 points	1 point	1
30. Does the bank actively promote support for the low-carbon transition as a topic for policy engagements within the trade associations it is a member of?	Yes (please specify) No	1 point 0 points	1 point	1
Other initiatives (max. 9 points)				
31. Is the bank a member/signatory of any of the following climate-related initiatives?	Banking Environment Initiative Equator Principles United Nations Environment Programme Finance Initiative (UNEPFI) United Nations Environment Programme Finance Initiative (UNEPFI) banking sector initiative on TCFD recommendations Carbon Disclosure Project (CDP) Green Bond Principles Science-Based Targets Other (please specify) Yes, ongoing engagement (please describe this engagement) Yes, this has been a topic of interaction (please describe the nature of this interaction) No Regular meetings or phone calls Regular reporting Collaborative initiatives (please elaborate) Consultations (please give an example) Stakeholder committee Other (please specify) None of the above	0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points Up to 0.5 points 2 points 1 point 0 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points	4 points	4
32. Does the bank engage with credit rating agencies on the issue of climate change?	Yes, this has been a topic of interaction (please describe the nature of this interaction) No	2 points 1 point 0 points	2 points	1
33. How does the bank engage with NGOs, think tanks and academics on the issue of climate change?	Regular meetings or phone calls Regular reporting Collaborative initiatives (please elaborate) Consultations (please give an example) Stakeholder committee Other (please specify) None of the above	0.5 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points	2.5 points	0.5
34. Please give an example of when a climate-related engagement with an NGO, think tank or academic has influenced and changed a policy or practice at the bank.	None of the above	0.5 points	0.5 points	0.5

Question	Possible Answers	Points	Max. Points	Bank's Score
Governance, strategy and implementation (max. 27 points)				
Strategy (max. 13 points)				
35. a. Does the bank have a strategy on climate change?	Yes, and it is a group-wide commitment aligned with the Paris Agreement Yes, and it is a group-wide commitment Yes, and it is aligned with the Paris Agreement Yes No	3 points 2 points 2 points 1 point 0 points 3 points		
b. Is this strategy comprehensive, ie. does it address all areas which are relevant for banks in terms of climate change?	The policy addresses all of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses three of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses one or two of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation	2 points 1 point	9 points	7
c. Is this strategy publicly available?	Yes No	1 point 0 points		
d. Are progress updates about this strategy disclosed?	Yes, at least annually. Yes, less than annually. No	2 points 1 point 0 points		
36. a. Is the bank planning to implement the recommendations of the Task Force on Climate-related Financial Disclosures? b. If yes, by what date is the bank intending to fully report against the recommendations?	Yes No (please explain) The bank is already doing so 2017 Annual Report 2018 Annual Report	2 points 0 points 2 points 1 point 0.5 points	4 points	2
Governance and implementation (max. 14 points)				
37. Is there board-level oversight of the climate strategy?	The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) and there is at least one board member with specific climate-related expertise The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) The board is involved in development of policies and targets (please outline this process) The board approves policies and targets No	3 points 2.5 points 1.5 points 1 point 0 points	3 points	3

Question	Possible Answers	Points	Max. Points	Bank's Score
38. a. How is awareness of climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition raised across the organisation? b. What percentage of employees has received training on climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition?	E-learning Seminars and workshops Conferences and other events Internal roadshows Other (please specify): Please indicate percentage.	0.5 points 0.5 points 0.5 points 0.5 points Up to 1 point (0.5 points each) Depending on percentage of employees trained: less than 20% - 0 points, 20% to 50% - 1.5 points, above 50% - 3 points	6 points	3.5
39. Are there any climate-related Key Performance Indicators (KPIs) or objectives for individuals or teams?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	2.5 points 1 point 1 point 0 points 2.5 points	2.5 points	1
40. Are those KPIs or objectives, if existent, translated into incentive structures and remuneration policies?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	1 point 1 point 1 point 0 points	2.5 points	2.5
162 points				
107				

Crédit Agricole

Score: 92 / 162
Category: Challenger



Scores converted into percentages to allow comparison between sections

Recommendations for investor engagement

Shareholders in Crédit Agricole are encouraged to request:

- Disclosure of the current percentage of assets linked to high- and low-carbon sectors relative to total assets and objectives going forward
- Strengthening of policies on:
 - coal mining and thermal coal power generation to exclude any new or existing clients depending on revenues from coal-related activities by more than 30%;
 - oil and gas to fully exclude project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above;
 - and deforestation and peatland exploitation to align with the HCSA
- Increase capacity and resources allocated to the development and promotion of low-carbon products and services

Further recommendations are available for Crédit Agricole and its shareholders upon request.

Question	Possible Answers	Points	Max. Points	Bank's Score
Risk assessment and management (max. 54 points)				
Risk assessment (max. 15 points)				
1. a. Are climate risk assessments embedded into traditional types of risk, including credit risk, market risk and liquidity risk? Please provide evidence.	Yes	2 points	3 points	2.5
b. Have the following committees discussed climate risk yet? If yes, please provide a brief summary of these discussions.	No (please explain)	0 points		
2. a. Does the bank use scenario analysis to assess value at risk under a variety of carbon pathways? Please specify which models are used for this analysis.	Group Risk Committee	0.5 points	4 points	1
	Group Audit Committee	0.5 points		
	Group Risk Committee and Group Audit Committee	1 point		
	Neither of the above	0 points		
	Yes, for <2°C scenarios and for all books / assets	1 point		
	Yes, for <2°C scenarios but only for some books / assets	0.5 points		
	Yes, for 2°C scenarios and for all books / assets	1 point		
	Yes, for 2°C scenarios but only for some books / assets	0.5 points		
	Yes, for 2°C+ scenarios and for all books / assets	1 point		
	Yes, for 2°C+ scenarios but only for some books / assets	0.5 points		
3. a. In 2016, what was the amount of assets (in reporting currency) linked to the following sectors? What percentage of total assets does each represent? (If using an alternative categorisation, please explain.)	No	0 points	4 points	0.5
	Yes	1 point		
	No	0 points		
	Oil & gas (carbon-related assets) [2 columns: absolute amount and percentage - same for other answer options]	Base scoring on percentage of carbon-related assets relative to total assets. For those banks that respond, award 3 points to the quartile with the lowest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the highest percentage. Provide 0.5 points for those banks that respond with partial information.		
	Coal (carbon-related assets)			
	Electric utilities, excluding independent power and renewable electricity producer industries (carbon-related assets)			
	Air freight			
	Passenger air transportation			
	Maritime transportation			
	Rail transportation			
Trucking services				
Automobiles and components				
Metals and mining				
Chemicals				
Construction materials				
Capital goods				
Real estate management and development				
Beverages				
Industrial-scale agriculture				
Packaged foods and meats				
Paper and forest products				
Other (please specify)				
Total				
Yes	1 point			
No	0 points			
b. Is this information disclosed publicly?				

Question	Possible Answers	Points	Max. Points	Bank's Score
9. a. Does the bank have a group-wide policy on deforestation, peatland expansion and exploitation, including respecting Free, Prior and Informed Consent - in line with the High Carbon Stock Approach?	A group-wide policy in line with the High Carbon Stock Approach - clients not acting in line or on a pathway towards acting in line with this approach are excluded A policy, but either not group-wide or not in line with the High Carbon Stock Approach	2 points		
b. How often is this reviewed?	No policy At least annually At least every three years Less than every three years	1 point 0 points 1 point 0.5 points 0 points	4 points	2.5
c. Is this policy publicly available?	Yes No	1 point 0 points		
10. a. What policies does the bank have in place regarding engagement with clients operating in the sectors most exposed to climate-related risks?	The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). Details on this are included in loan covenants. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients and outlines what the consequences for clients that fall short are. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines.	4 points		
b. How often is this reviewed?	The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients and outlines what the consequences for clients that fall short are. The bank does not engage with any clients in sectors most exposed to climate-related risks on <2°C alignment.	3 points	8 points	7.5
c. Is this policy publicly available?	At least annually At least every three years Less than every three years	2 points		
d. Does this engagement with clients include requests to adopt the TCFD recommendations?	Yes No Yes No	1 point 0 points 1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
11. a. Does the bank factor in climate change when assessing risk associated with any new or existing business and price that risk accordingly? If yes, please provide evidence. b. Is information about this made publicly available?	Yes Partly (for some new or existing businesses, but not all) No Yes No	3 points 1.5 points 0 points 1 point 0 points	4 points	4
12. a. Does the bank pursue any other approaches to mitigating climate risks? b. Is information about this made publicly available?	Please explain Yes No	Up to 2 points (1 point per approach) 1 point 0 points	3 points	3
13. Does the bank issue regular update reports to communicate the implementation of and progress made on its policies to assess/mitigate climate risks?	Yes, annually. Yes, less than annually. No	1 point 0.5 points 0 points	1 point	1
Low-carbon products and services (max. 54 points)				
Current exposure and objectives (max. 24 points)				
14. a. In 2016, what was the amount of assets (in reporting currency) linked to low-carbon sectors? What percentage of total assets does this represent? (If using an alternative categorisation, please explain.)	[2 fields: amount and percentage]	Base scoring on percentage of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
b. What are the bank's long-term objectives in terms of increasing this percentage?		Base scoring on percentage of increase of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	7 points	0.5
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
15. a. In 2016, to what extent was the bank involved in the underwriting of securities linked to low-carbon sectors? Please disclose the absolute amount and the percentage of total securities underwritten.		Base scoring on percentage of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	5 points	0
b. What are the bank's objectives in terms of increasing this percentage?		Base scoring on percentage of increase of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
c. Is this information disclosed publicly?	Yes No Unscored	1 point 0 points		
16. a. What percentage of risk-weighted assets is linked to low-carbon sectors?				
b. Which tools has the bank put in place to lower the risk associated with some low-carbon assets?	First loss guarantee mechanisms Partial risk guarantee mechanisms Other (please specify)	1 point 1 point Up to 1 point	4 points	0
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
17. a. How much capital has the bank raised for its own activities via green bonds? What is the percentage of this compared to the total capital raised via debt markets? Please list each bond issued, the term and the quantum.		Base scoring on percentage of green bonds issued relative to total bonds issued. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points if at least one green bond has been issued, but no percentage provided.	4 points	0
b. Are those green bonds certified? Please list the certifying body for each green bond issued.	Yes No	2 points 0 points		
18. a. Does the bank seek out opportunities for adaptation finance? If yes, how is this achieved?	Yes (please specify)	3 points		
b. Is this information disclosed publicly?	Yes No	0 points 1 point 0 points	4 points	0
Framework (max. 25 points)				
19. How much resourcing and capacity is being allocated to support the development of low-carbon products and services systematically across the bank?	Each main division (including retail banking, commercial banking, corporate banking and investment banking as appropriate) has staff dedicated to developing low-carbon products and services within their department. Some of the main divisions have staff dedicated to developing low-carbon products and services within their department. There is dedicated staff working on the development of low-carbon products and services across the bank. None	5 points 2.5 points 2.5 points 0 points	5 points	5
20. What percentage of your total research budget is allocated to exploring low-carbon opportunities (either internally or via outsourcing)?		Base scoring on percentage. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0.5 points to the quartile with the lowest percentage - also 0.5 points if they prove there is a budget via research reports published, but cannot say how much	3 points	0

Question	Possible Answers	Points	Max. Points	Bank's Score
21. Please list an example of a low-carbon product or service the bank offers within each of the following divisions: 22. How is the bank seeking to expand and promote these low-carbon products and services among its clients?	Retail banking, commercial banking, corporate banking, investment banking Communication with clients (list the following: newsletters, face-to-face meetings or phone calls, events, other (please elaborate)) Incentives (list the following: low collateral requirements for green loans, favourable loan pricing, lower fees, other (please elaborate)) Other (please elaborate)	Up to 8 points, 2 points each Up to 3 points Up to 3 points Up to 3 points	8 points 9 points	6 3
Due diligence (max. 5 points)				
23. How does the bank certify and monitor low-carbon products and services to ensure their environmental sustainability?	Third party / independent reviews for all low-carbon assets followed up with regular update reports Third party / independent reviews for all low-carbon assets followed up with regular update reports Third party / independent reviews for some low-carbon assets None of the above Yes, for all low-carbon assets Yes, for some low-carbon assets No	3 points 2 points 2 points 0.5 points 0 points 2 points 1 point 0 points	3 points	2 1
Policy engagement and collaboration with other actors (max. 27 points)				
Policy and regulatory framework (max. 15 points)				
25. a. Is the bank engaging with policymakers on any legislation or policy designed to reduce GHG emissions or to promote an orderly transition to a low-carbon economy? b. Is the bank engaging with policymakers and regulators on financial regulation to ensure the rules governing the banking sector incentivise the sector's support for a low-carbon economy? c. If you answered yes to questions a/b, please provide an example. d. Is this information disclosed publicly?	Yes No Yes, on an international level Yes, on a national level No Engagement on GHG reductions / transition to a low-carbon economy: Engagement on financial regulation: Yes No / Partly Yes, and staff have been encouraged to bring up climate change as a concern in each meeting with policymakers or regulators. Yes No Subsidies for fossil fuel companies Incentives for low-carbon growth Introduction of climate-related concerns into capital requirements regulation Introduction or enhancement of a carbon tax / other carbon pricing mechanism Climate-related disclosure requirements Other (please elaborate)	2 points 0 points 2 points 1 point 0 points Up to 1 point Up to 1 point 1 point 0 points 2 points 1 point 0 points 1 point 1 point 1 point 1 point 1 point Up to 1 point	7 points	7
26. Are there time and resources within the public affairs team specifically allocated to supporting the transition to a low-carbon economy?	Yes No	2 points	2 points	2
27. Does the bank publish its position on the following climate-related policy and/or regulatory issues?	Yes No	1 point 0 points	1 point	3

Question	Possible Answers	Points	Max. Points	Bank's Score
Trade associations (max. 3 points)				
28. a. Please list the trade associations the bank is a member of. b. Is this information disclosed publicly?	Yes No Yes - please briefly outline how this is achieved No Yes (please specify) No	Unscored 1 point 0 points 1 point 0 points 1 point 0 points	2 points 1 point	1 1
Other initiatives (max. 9 points)				
29. Does the bank ensure the climate policies of the trade associations it is a member of are not inconsistent with its own? 30. Does the bank actively promote support for the low-carbon transition as a topic for policy engagements within the trade associations it is a member of?	Banking Environment Initiative Equator Principles United Nations Environment Programme Finance Initiative (UNEPFI) United Nations Environment Programme Finance Initiative (UNEPFI) banking sector initiative on TCFD recommendations Carbon Disclosure Project (CDP) Green Bond Principles Science-Based Targets Other (please specify) Yes, ongoing engagement (please describe this engagement) Yes, this has been a topic of interaction (please describe the nature of this interaction) No	0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points Up to 0.5 points 2 points 1 point 0 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points 0.5 points 0.5 points 0.5 points	4 points	2
31. Is the bank a member/signatory of any of the following climate-related initiatives?	Regular meetings or phone calls Regular reporting Collaborative initiatives (please elaborate) Consultations (please give an example) Stakeholder committee Other (please specify) None of the above	2 points 1 point 0 points 0.5 points 0.5 points Unscored 0 points 0.5 points	2 points	2
32. Does the bank engage with credit rating agencies on the issue of climate change?	Yes, this has been a topic of interaction (please describe the nature of this interaction) No	2 points 1 point	2 points	2
33. How does the bank engage with NGOs, think tanks and academics on the issue of climate change?	Regular meetings or phone calls Regular reporting Collaborative initiatives (please elaborate) Consultations (please give an example) Stakeholder committee Other (please specify) None of the above	0.5 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points	2.5 points	2
34. Please give an example of when a climate-related engagement with an NGO, think tank or academic has influenced and changed a policy or practice at the bank.	None of the above	0.5 points	0.5 points	0.5

Question	Possible Answers	Points	Max. Points	Bank's Score
Governance, strategy and implementation (max. 27 points)				
Strategy (max. 13 points)				
35. a. Does the bank have a strategy on climate change?	Yes, and it is a group-wide commitment aligned with the Paris Agreement Yes, and it is a group-wide commitment Yes, and it is aligned with the Paris Agreement Yes No	3 points 2 points 2 points 1 point 0 points 3 points		
b. Is this strategy comprehensive, ie. does it address all areas which are relevant for banks in terms of climate change?	The policy addresses all of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses three of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses one or two of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation	2 points 1 point	9 points	9
c. Is this strategy publicly available?	Yes No	1 point 0 points		
d. Are progress updates about this strategy disclosed?	Yes, at least annually. Yes, less than annually. No	2 points 1 point 0 points		
36. a. Is the bank planning to implement the recommendations of the Task Force on Climate-related Financial Disclosures? b. If yes, by what date is the bank intending to fully report against the recommendations?	Yes No (please explain) The bank is already doing so 2017 Annual Report 2018 Annual Report	2 points 0 points 2 points 1 point 0.5 points	4 points	4
Governance and implementation (max. 14 points)				
37. Is there board-level oversight of the climate strategy?	The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) and there is at least one board member with specific climate-related expertise The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) The board is involved in development of policies and targets (please outline this process) The board approves policies and targets No	3 points 2.5 points 1.5 points 1 point 0 points	3 points	3

Question	Possible Answers	Points	Max. Points	Bank's Score
38. a. How is awareness of climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition raised across the organisation? b. What percentage of employees has received training on climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition?	E-learning Seminars and workshops Conferences and other events Internal roadshows Other (please specify): Please indicate percentage.	0.5 points 0.5 points 0.5 points 0.5 points Up to 1 point (0.5 points each) Depending on percentage of employees trained: less than 20% - 0 points, 20% to 50% - 1.5 points, above 50% - 3 points	6 points	2
39. Are there any climate-related Key Performance Indicators (KPIs) or objectives for individuals or teams?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	2.5 points 1 point 1 point 0 points 2.5 points	2.5 points	2.5
40. Are those KPIs or objectives, if existent, translated into incentive structures and remuneration policies?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	1 point 1 point 0 points 2.5 points	2.5 points	1
			162 points	92

Credit Suisse Group

Score: 55.5 / 162
Category: Learner



Scores converted into percentages to allow comparison between sections

Recommendations for investor engagement

Shareholders in Credit Suisse Group are encouraged to request:

- Disclosure of the current percentage of assets linked to high- and low-carbon sectors relative to total assets and objectives going forward
- Strengthening of the policies on coal mining and thermal coal power generation, oil and gas and deforestation and peatland exploitation, including more stringent exclusion criteria in line with <2°C scenarios
- Publication and strengthening of the engagement policy, in line with <2°C scenarios, including clear timelines and objectives for clients and the introduction of a request for adopting the TCFD recommendations

Further recommendations are available for Credit Suisse Group and its shareholders upon request.

Question	Possible Answers	Points	Max. Points	Bank's Score
Risk assessment and management (max. 54 points)				
Risk assessment (max. 15 points)				
1. a. Are climate risk assessments embedded into traditional types of risk, including credit risk, market risk and liquidity risk? Please provide evidence.	Yes	2 points	3 points	2.5
b. Have the following committees discussed climate risk yet? If yes, please provide a brief summary of these discussions.	No (please explain)	0 points		
2. a. Does the bank use scenario analysis to assess value at risk under a variety of carbon pathways? Please specify which models are used for this analysis.	Group Risk Committee	0.5 points	4 points	0
	Group Audit Committee	0.5 points		
	Group Risk Committee and Group Audit Committee	1 point		
	Neither of the above	0 points		
	Yes, for <2°C scenarios and for all books / assets	1 point		
	Yes, for <2°C scenarios but only for some books / assets	0.5 points		
	Yes, for 2°C scenarios and for all books / assets	1 point		
	Yes, for 2°C scenarios but only for some books / assets	0.5 points		
	Yes, for 2°C+ scenarios and for all books / assets	1 point		
	Yes, for 2°C+ scenarios but only for some books / assets	0.5 points		
3. a. In 2016, what was the amount of assets (in reporting currency) linked to the following sectors? What percentage of total assets does each represent? (If using an alternative categorisation, please explain.)	No	0 points	4 points	0.5
	Yes	1 point		
	No	0 points		
	Oil & gas (carbon-related assets) [2 columns: absolute amount and percentage - same for other answer options]	Base scoring on percentage of carbon-related assets relative to total assets. For those banks that respond, award 3 points to the quartile with the lowest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the highest percentage. Provide 0.5 points for those banks that respond with partial information.		
	Coal (carbon-related assets)			
	Electric utilities, excluding independent power and renewable electricity producer industries (carbon-related assets)			
	Air freight			
	Passenger air transportation			
	Maritime transportation			
	Rail transportation			
Trucking services				
Automobiles and components				
Metals and mining				
Chemicals				
Construction materials				
Capital goods				
Real estate management and development				
Beverages				
Industrial-scale agriculture				
Packaged foods and meats				
Paper and forest products				
Other (please specify)				
Total				
Yes	1 point			
No	0 points			
b. Is this information disclosed publicly?				

Question	Possible Answers	Points	Max. Points	Bank's Score
9. a. Does the bank have a group-wide policy on deforestation, peatland expansion and exploitation, including respecting Free, Prior and Informed Consent - in line with the High Carbon Stock Approach?	A group-wide policy in line with the High Carbon Stock Approach - clients not acting in line or on a pathway towards acting in line with this approach are excluded A policy, but either not group-wide or not in line with the High Carbon Stock Approach	2 points		
b. How often is this reviewed?	No policy At least annually At least every three years Less than every three years	1 point 0 points 1 point 0.5 points 0 points	4 points	2.5
c. Is this policy publicly available?	Yes No	1 point 0 points		
10. a. What policies does the bank have in place regarding engagement with clients operating in the sectors most exposed to climate-related risks?	The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). Details on this are included in loan covenants. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients and outlines what the consequences for clients that fall short are. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment and sets clear objectives and timelines. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment. The bank does not engage with any clients in sectors most exposed to climate-related risks on <2°C alignment.	4 points 3 points 2 points 1 point 0 points	8 points	1
b. How often is this reviewed?	At least annually At least every three years Less than every three years	1 point 0.5 points 0 points		
c. Is this policy publicly available?	Yes No	1 point 0 points		
d. Does this engagement with clients include requests to adopt the TCFD recommendations?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
11. a. Does the bank factor in climate change when assessing risk associated with any new or existing business and price that risk accordingly? If yes, please provide evidence. b. Is information about this made publicly available?	Yes Partly (for some new or existing businesses, but not all) No Yes No Please explain	3 points 1.5 points 0 points 1 point 0 points Up to 2 points (1 point per approach)	4 points	0
12. a. Does the bank pursue any other approaches to mitigating climate risks? b. Is information about this made publicly available?	Yes No	1 point 0 points	3 points	2
13. Does the bank issue regular update reports to communicate the implementation of and progress made on its policies to assess/mitigate climate risks?	Yes, annually. Yes, less than annually. No	1 point 0.5 points 0 points	1 point	1
Low-carbon products and services (max. 54 points)				
Current exposure and objectives (max. 24 points)				
14. a. In 2016, what was the amount of assets (in reporting currency) linked to low-carbon sectors? What percentage of total assets does this represent? (If using an alternative categorisation, please explain.)	[2 fields: amount and percentage]	Base scoring on percentage of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	7 points	0.5
b. What are the bank's long-term objectives in terms of increasing this percentage?		Base scoring on percentage of increase of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
15. a. In 2016, to what extent was the bank involved in the underwriting of securities linked to low-carbon sectors? Please disclose the absolute amount and the percentage of total securities underwritten.		Base scoring on percentage of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	5 points	0
b. What are the bank's objectives in terms of increasing this percentage?		Base scoring on percentage of increase of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
c. Is this information disclosed publicly?	Yes No Unscored	1 point 0 points		
16. a. What percentage of risk-weighted assets is linked to low-carbon sectors?				
b. Which tools has the bank put in place to lower the risk associated with some low-carbon assets?	First loss guarantee mechanisms Partial risk guarantee mechanisms Other (please specify)	1 point 1 point Up to 1 point	4 points	0
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
17. a. How much capital has the bank raised for its own activities via green bonds? What is the percentage of this compared to the total capital raised via debt markets? Please list each bond issued, the term and the quantum.		Base scoring on percentage of green bonds issued relative to total bonds issued. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points if at least one green bond has been issued, but no percentage provided.	4 points	0
b. Are those green bonds certified? Please list the certifying body for each green bond issued.	Yes No	2 points 0 points		
18. a. Does the bank seek out opportunities for adaptation finance? If yes, how is this achieved?	Yes (please specify)	3 points		
b. Is this information disclosed publicly?	Yes No	0 points 1 point 0 points	4 points	4
Framework (max. 25 points)				
19. How much resourcing and capacity is being allocated to support the development of low-carbon products and services systematically across the bank?	Each main division (including retail banking, commercial banking, corporate banking and investment banking as appropriate) has staff dedicated to developing low-carbon products and services within their department. Some of the main divisions have staff dedicated to developing low-carbon products and services within their department. There is dedicated staff working on the development of low-carbon products and services across the bank. None	5 points 2.5 points 2.5 points 0 points	5 points	2.5
20. What percentage of your total research budget is allocated to exploring low-carbon opportunities (either internally or via outsourcing)?		Base scoring on percentage. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0.5 points to the quartile with the lowest percentage - also 0.5 points if they prove there is a budget via research reports published, but cannot say how much	3 points	0.5

Question	Possible Answers	Points	Max. Points	Bank's Score
21. Please list an example of a low-carbon product or service the bank offers within each of the following divisions:	Retail banking, commercial banking, corporate banking, investment banking	Up to 8 points, 2 points each	8 points	8
22. How is the bank seeking to expand and promote these low-carbon products and services among its clients?	Communication with clients (list the following: newsletters, face-to-face meetings or phone calls, events, other (please elaborate)) Incentives (list the following: low collateral requirements for green loans, favourable loan pricing, lower fees, other (please elaborate)) Other (please elaborate)	Up to 3 points Up to 3 points Up to 3 points	9 points	3
Due diligence (max. 5 points)				
23. How does the bank certify and monitor low-carbon products and services to ensure their environmental sustainability?	Third party / independent reviews for all low-carbon assets followed up with regular update reports Third party / independent reviews for all low-carbon assets Third party / independent reviews for some low-carbon assets followed up with regular update reports Third party / independent reviews for some low-carbon assets None of the above	3 points 2 points 2 points 0.5 points 0 points	3 points	0
24. Does the bank disclose information publicly to allow stakeholders to assess the environmental sustainability of low-carbon products and services?	Yes, for all low-carbon assets Yes, for some low-carbon assets No	2 points 1 point 0 points	2 points	0
Policy engagement and collaboration with other actors (max. 27 points)				
Policy and regulatory framework (max. 15 points)				
25. a. Is the bank engaging with policymakers on any legislation or policy designed to reduce GHG emissions or to promote an orderly transition to a low-carbon economy? b. Is the bank engaging with policymakers and regulators on financial regulation to ensure the rules governing the banking sector incentivise the sector's support for a low-carbon economy? c. If you answered yes to questions a/b, please provide an example. d. Is this information disclosed publicly?	Yes No Yes, on an international level Yes, on a national level No Engagement on GHG reductions / transition to a low-carbon economy: Engagement on financial regulation: Yes No / Partly Yes, and staff have been encouraged to bring up climate change as a concern in each meeting with policymakers or regulators. Yes No Subsidies for fossil fuel companies Incentives for low-carbon growth Introduction of climate-related concerns into capital requirements regulation Introduction or enhancement of a carbon tax / other carbon pricing mechanism Climate-related disclosure requirements Other (please elaborate)	2 points 0 points 2 points 1 point 0 points Up to 1 point Up to 1 point 1 point 0 points 2 points 1 point 0 points 1 point 1 point 1 point 1 point 1 point Up to 1 point	7 points	6
26. Are there time and resources within the public affairs team specifically allocated to supporting the transition to a low-carbon economy?	Yes No	2 points 1 point	2 points	1
27. Does the bank publish its position on the following climate-related policy and/or regulatory issues?	Yes No	1 point 0 points	1 point	1

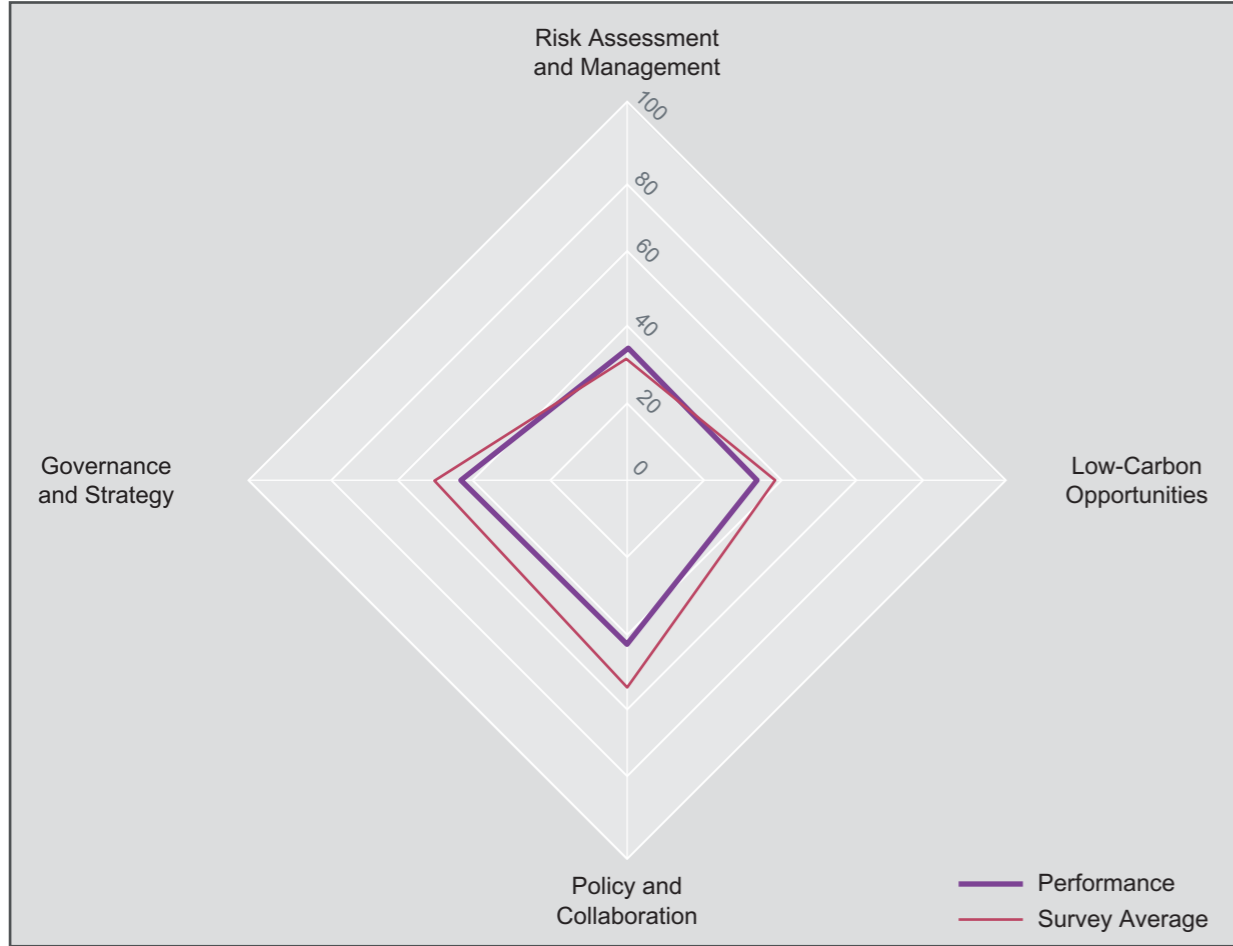
Question	Possible Answers	Points	Max. Points	Bank's Score
Trade associations (max. 3 points)				
28. a. Please list the trade associations the bank is a member of. b. Is this information disclosed publicly?	Yes No Yes - please briefly outline how this is achieved No Yes (please specify) No	Unscored 1 point 0 points 1 point 0 points 1 point 0 points	2 points	1
29. Does the bank ensure the climate policies of the trade associations it is a member of are not inconsistent with its own?	Yes (please specify) No	1 point 0 points	1 point	0
30. Does the bank actively promote support for the low-carbon transition as a topic for policy engagements within the trade associations it is a member of?	Yes (please specify) No	1 point 0 points	1 point	0
Other initiatives (max. 9 points)				
31. Is the bank a member/signatory of any of the following climate-related initiatives?	Banking Environment Initiative Equator Principles United Nations Environment Programme Finance Initiative (UNEPFI) United Nations Environment Programme Finance Initiative (UNEPFI) banking sector initiative on TCFD recommendations Carbon Disclosure Project (CDP) Green Bond Principles Science-Based Targets Other (please specify) Yes, ongoing engagement (please describe this engagement) Yes, this has been a topic of interaction (please describe the nature of this interaction) No Regular meetings or phone calls Regular reporting Collaborative initiatives (please elaborate) Consultations (please give an example) Stakeholder committee Other (please specify) None of the above	0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points Up to 0.5 points 2 points 1 point 0 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points	4 points	2.5
32. Does the bank engage with credit rating agencies on the issue of climate change?	Yes, ongoing engagement (please describe this engagement) Yes, this has been a topic of interaction (please describe the nature of this interaction) No	2 points 1 point 0 points	2 points	0
33. How does the bank engage with NGOs, think tanks and academics on the issue of climate change?	Regular meetings or phone calls Regular reporting Collaborative initiatives (please elaborate) Consultations (please give an example) Stakeholder committee Other (please specify) None of the above	0 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points	2.5 points	0
34. Please give an example of when a climate-related engagement with an NGO, think tank or academic has influenced and changed a policy or practice at the bank.	None of the above	0.5 points	0.5 points	0.5

Question	Possible Answers	Points	Max. Points	Bank's Score
Governance, strategy and implementation (max. 27 points)				
Strategy (max. 13 points)				
35. a. Does the bank have a strategy on climate change?	Yes, and it is a group-wide commitment aligned with the Paris Agreement Yes, and it is a group-wide commitment Yes, and it is aligned with the Paris Agreement Yes No	3 points 2 points 2 points 1 point 0 points 3 points		
b. Is this strategy comprehensive, ie. does it address all areas which are relevant for banks in terms of climate change?	The policy addresses all of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses three of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses one or two of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation	2 points 1 point	9 points	7
c. Is this strategy publicly available?	Yes No	1 point 0 points		
d. Are progress updates about this strategy disclosed?	Yes, at least annually. Yes, less than annually. No	2 points 1 point 0 points		
36. a. Is the bank planning to implement the recommendations of the Task Force on Climate-related Financial Disclosures? b. If yes, by what date is the bank intending to fully report against the recommendations?	Yes No (please explain) The bank is already doing so 2017 Annual Report 2018 Annual Report	2 points 0 points 2 points 0 points 2 points 1 point 0.5 points	4 points	0
Governance and implementation (max. 14 points)				
37. Is there board-level oversight of the climate strategy?	The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) and there is at least one board member with specific climate-related expertise The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) The board is involved in development of policies and targets (please outline this process) The board approves policies and targets No	3 points 2.5 points 1.5 points 1 point 0 points	3 points	1.5

Question	Possible Answers	Points	Max. Points	Bank's Score
38. a. How is awareness of climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition raised across the organisation? b. What percentage of employees has received training on climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition?	E-learning Seminars and workshops Conferences and other events Internal roadshows Other (please specify): Please indicate percentage.	0.5 points 0.5 points 0.5 points 0.5 points Up to 1 point (0.5 points each) Depending on percentage of employees trained: less than 20% - 0 points, 20% to 50% - 1.5 points, above 50% - 3 points	6 points	1
39. Are there any climate-related Key Performance Indicators (KPIs) or objectives for individuals or teams?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	2.5 points 1 point 1 point 0 points 2.5 points	2.5 points	1
40. Are those KPIs or objectives, if existent, translated into incentive structures and remuneration policies?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	1 point 1 point 0 points 2.5 points	2.5 points	1
			162 points	55.5

Deutsche Bank

Score: 61.5 / 162
Category: Learner



Scores converted into percentages to allow comparison between sections

Recommendations for investor engagement

Shareholders in Deutsche Bank are encouraged to request:

- Strengthening of the policies on coal mining and thermal coal power generation, oil and gas and deforestation and peatland exploitation, including more stringent exclusion criteria in line with <2°C scenarios
- Publication and strengthening of the engagement policy, in line with <2°C scenarios, including clear timelines and objectives for clients and the introduction of a request for adopting the TCFD recommendations
- Publication of the bank's position on climate-related policy and regulatory issues, such as subsidies for fossil fuel companies, incentives for low-carbon growth, the introduction of climate-related concerns into capital requirements regulation, the introduction or enhancement of carbon pricing mechanisms and climate-related disclosure requirements

Further recommendations are available for Deutsche Bank and its shareholders upon request.

Question	Possible Answers	Points	Max. Points	Bank's Score
Risk assessment and management (max. 54 points)				
Risk assessment (max. 15 points)				
1. a. Are climate risk assessments embedded into traditional types of risk, including credit risk, market risk and liquidity risk? Please provide evidence.	Yes	2 points	3 points	2.5
b. Have the following committees discussed climate risk yet? If yes, please provide a brief summary of these discussions.	No (please explain)	0 points		
2. a. Does the bank use scenario analysis to assess value at risk under a variety of carbon pathways? Please specify which models are used for this analysis.	Group Risk Committee	0.5 points	4 points	0
	Group Audit Committee	0.5 points		
	Group Risk Committee and Group Audit Committee	1 point		
	Neither of the above	0 points		
	Yes, for <2°C scenarios and for all books / assets	1 point		
	Yes, for <2°C scenarios but only for some books / assets	0.5 points		
	Yes, for 2°C scenarios and for all books / assets	1 point		
	Yes, for 2°C scenarios but only for some books / assets	0.5 points		
	Yes, for 2°C+ scenarios and for all books / assets	1 point		
	Yes, for 2°C+ scenarios but only for some books / assets	0.5 points		
3. a. In 2016, what was the amount of assets (in reporting currency) linked to the following sectors? What percentage of total assets does each represent? (If using an alternative categorisation, please explain.)	No	0 points	4 points	0.5
	Yes	1 point		
	No	0 points		
	Oil & gas (carbon-related assets) [2 columns: absolute amount and percentage - same for other answer options]	Base scoring on percentage of carbon-related assets relative to total assets. For those banks that respond, award 3 points to the quartile with the lowest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the highest percentage. Provide 0.5 points for those banks that respond with partial information.		
	Coal (carbon-related assets)			
	Electric utilities, excluding independent power and renewable electricity producer industries (carbon-related assets)			
	Air freight			
	Passenger air transportation			
	Maritime transportation			
	Rail transportation			
Trucking services				
Automobiles and components				
Metals and mining				
Chemicals				
Construction materials				
Capital goods				
Real estate management and development				
Beverages				
Industrial-scale agriculture				
Packaged foods and meats				
Paper and forest products				
Other (please specify)				
Total				
Yes	1 point			
No	0 points			
b. Is this information disclosed publicly?				

Question	Possible Answers	Points	Max. Points	Bank's Score
4. a. In 2016, to what extent was the bank involved in the underwriting of securities linked to the following sectors? Please disclose the absolute amount and the percentage of total securities underwritten.	Oil & gas (carbon-related assets) [2 columns: absolute amount and percentage - same for other answer options] Coal (carbon-related assets) Electric utilities, excluding independent power and renewable electricity producer industries (carbon-related assets) Air freight Passenger air transportation Maritime transportation Rail transportation Trucking services Automobiles and components Metals and mining Chemicals Construction materials Capital goods Real estate management and development Beverages Industrial-scale agriculture Packaged foods and meats Paper and forest products Other (please specify) Total Yes No	Base scoring on percentage of securities linked to carbon-related assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the lowest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the highest percentage. Provide 0.5 points for those banks that respond with partial information.	3 points	0
b. Is this information disclosed publicly?	Yes No	1 point 0 points Unscored		
5. a. What percentage of risk-weighted assets is carbon-related?	Oil & gas [2 columns: absolute amount and percentage - same for other answer options] Coal Electric utilities, excluding independent power and renewable electricity producer industries Yes No	1 point 0 points	1 point	0
b. Is this information disclosed publicly?	Yes No	1 point 0 points		
Risk management (max. 39 points)				
6. a. Does the bank have long-term objectives in terms of decreasing exposure to carbon-related assets or CO2e emissions (scope 3)? To what extent?	Yes, reducing exposure to zero Yes, reducing exposure by 50% or more Yes, reducing exposure by less than 50% No Reducing exposure to zero Reducing exposure by 50% or more Reducing exposure by less than 50% No objectives Yes No	5 points 3 points 1.5 points 0 points 3 points 2 points 1 point 0 points 1 point 0 points	9 points	2.5
b. Does the bank have long-term objectives in terms of decreasing its underwriting activities linked to carbon-related assets or CO2e emissions (scope 3)? To what extent?	Yes No	1 point 0 points		
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
7. a. What is the bank's group-wide policy regarding coal mining and coal power?	There is a policy which excludes any new or existing client depending on revenues from coal mining or coal power by more than 30% There is a policy which excludes any new or existing client depending on revenues from coal mining or coal power by more than 50% There is a policy which excludes project finance for coal mining and coal power globally There is a policy which excludes project finance for coal mining or coal power globally A policy, but not group-wide or does not fully exclude any of the above No coal policy At least annually At least every three years Less than every three years Yes No	2 points 1.5 points 1 point 0.5 points 0.5 points 0 points 1 point 0.5 points 0 points 1 point 0 points 3 points	5 points	3
b. How often is this reviewed?	At least annually At least every three years Less than every three years Yes No	0 points 1 point 0.5 points 0 points 0 points		
c. Is this policy publicly available?	Yes No	1 point 0 points		
8. a. What is the bank's group-wide policy regarding the provision of financial services that support the exploration and production of oil and gas reserves?	Policies excluding project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above, in addition to policies setting standards for upstream, midstream and downstream oil and gas operations Policies excluding project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above Policies excluding one or more of the following: project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above, in addition to policies setting standards for upstream, midstream and downstream oil and gas operations Policies excluding one or more of the following: project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above Policies setting standards for upstream, midstream and downstream oil and gas operations A policy, but not group-wide or does not apply any of the above No policy At least annually At least every three years Less than every three years Yes No	3 points 1.5 points 1.5 points 1 point 1.5 points 1 point 1.5 points 1.5 points 1.5 points 1.5 points 0.5 points 0 points 1 point 0.5 points 0 points 1 point 0 points	5 points	0.5
b. How often is this reviewed?	At least annually At least every three years Less than every three years Yes No	0 points 1 point 0.5 points 0 points 0 points		
c. Is this policy publicly available?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
9. a. Does the bank have a group-wide policy on deforestation, peatland expansion and exploitation, including respecting Free, Prior and Informed Consent - in line with the High Carbon Stock Approach?	A group-wide policy in line with the High Carbon Stock Approach - clients not acting in line or on a pathway towards acting in line with this approach are excluded A policy, but either not group-wide or not in line with the High Carbon Stock Approach	2 points		
b. How often is this reviewed?	No policy At least annually At least every three years Less than every three years	1 point 0 points 1 point 0.5 points 0 points	4 points	3
c. Is this policy publicly available?	Yes No	1 point 0 points		
10. a. What policies does the bank have in place regarding engagement with clients operating in the sectors most exposed to climate-related risks?	The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). Details on this are included in loan covenants. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients and outlines what the consequences for clients that fall short are. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines. The bank does not engage with any clients in sectors most exposed to climate-related risks on <2°C alignment.	4 points 3 points 2 points	8 points	1
b. How often is this reviewed?	At least annually At least every three years Less than every three years	1 point 0.5 points 0 points		
c. Is this policy publicly available?	Yes No	1 point 0 points		
d. Does this engagement with clients include requests to adopt the TCFD recommendations?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
11. a. Does the bank factor in climate change when assessing risk associated with any new or existing business and price that risk accordingly? If yes, please provide evidence. b. Is information about this made publicly available?	Yes Partly (for some new or existing businesses, but not all) No Yes No	3 points 1.5 points 0 points 1 point 0 points	4 points	3
12. a. Does the bank pursue any other approaches to mitigating climate risks? b. Is information about this made publicly available?	Please explain Yes No	Up to 2 points (1 point per approach) 1 point 0 points	3 points	2
13. Does the bank issue regular update reports to communicate the implementation of and progress made on its policies to assess/mitigate climate risks?	Yes, annually. Yes, less than annually. No	1 point 0.5 points 0 points	1 point	1
Low-carbon products and services (max. 54 points)				
Current exposure and objectives (max. 24 points)				
14. a. In 2016, what was the amount of assets (in reporting currency) linked to low-carbon sectors? What percentage of total assets does this represent? (If using an alternative categorisation, please explain.)	[2 fields: amount and percentage]	Base scoring on percentage of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the lowest quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
b. What are the bank's long-term objectives in terms of increasing this percentage?		Base scoring on percentage of increase of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the lowest quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	7 points	0.5
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
15. a. In 2016, to what extent was the bank involved in the underwriting of securities linked to low-carbon sectors? Please disclose the absolute amount and the percentage of total securities underwritten.		Base scoring on percentage of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	5 points	0
b. What are the bank's objectives in terms of increasing this percentage?		Base scoring on percentage of increase of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
c. Is this information disclosed publicly?	Yes No Unscored	1 point 0 points		
16. a. What percentage of risk-weighted assets is linked to low-carbon sectors?				
b. Which tools has the bank put in place to lower the risk associated with some low-carbon assets?	First loss guarantee mechanisms Partial risk guarantee mechanisms Other (please specify)	1 point 1 point Up to 1 point	4 points	0.5
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
17. a. How much capital has the bank raised for its own activities via green bonds? What is the percentage of this compared to the total capital raised via debt markets? Please list each bond issued, the term and the quantum.		Base scoring on percentage of green bonds issued relative to total bonds issued. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points if at least one green bond has been issued, but no percentage provided.	4 points	0
b. Are those green bonds certified? Please list the certifying body for each green bond issued.	Yes No	2 points 0 points		
18. a. Does the bank seek out opportunities for adaptation finance? If yes, how is this achieved?	Yes (please specify)	3 points		
b. Is this information disclosed publicly?	Yes No	0 points 1 point 0 points	4 points	4
Framework (max. 25 points)				
19. How much resourcing and capacity is being allocated to support the development of low-carbon products and services systematically across the bank?	Each main division (including retail banking, commercial banking, corporate banking and investment banking as appropriate) has staff dedicated to developing low-carbon products and services within their department. Some of the main divisions have staff dedicated to developing low-carbon products and services within their department. There is dedicated staff working on the development of low-carbon products and services across the bank. None	5 points 2.5 points 2.5 points 0 points	5 points 5 points	2.5
20. What percentage of your total research budget is allocated to exploring low-carbon opportunities (either internally or via outsourcing)?		Base scoring on percentage. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0.5 points to the quartile with the lowest percentage - also 0.5 points if they prove there is a budget via research reports published, but cannot say how much	3 points	0

Question	Possible Answers	Points	Max. Points	Bank's Score
21. Please list an example of a low-carbon product or service the bank offers within each of the following divisions:	Retail banking, commercial banking, corporate banking, investment banking	Up to 8 points, 2 points each	8 points	8
22. How is the bank seeking to expand and promote these low-carbon products and services among its clients?	Communication with clients (list the following: newsletters, face-to-face meetings or phone calls, events, other (please elaborate)) Incentives (list the following: low collateral requirements for green loans, favourable loan pricing, lower fees, other (please elaborate)) Other (please elaborate)	Up to 3 points Up to 3 points Up to 3 points	9 points	2
Due diligence (max. 5 points)				
23. How does the bank certify and monitor low-carbon products and services to ensure their environmental sustainability?	Third party / independent reviews for all low-carbon assets followed up with regular update reports Third party / independent reviews for all low-carbon assets Third party / independent reviews for some low-carbon assets followed up with regular update reports Third party / independent reviews for some low-carbon assets None of the above	3 points 2 points 2 points 0.5 points 0 points	3 points	0.5
24. Does the bank disclose information publicly to allow stakeholders to assess the environmental sustainability of low-carbon products and services?	Yes, for all low-carbon assets Yes, for some low-carbon assets No	2 points 1 point 0 points	2 points	1
Policy engagement and collaboration with other actors (max. 27 points)				
Policy and regulatory framework (max. 15 points)				
25. a. Is the bank engaging with policymakers on any legislation or policy designed to reduce GHG emissions or to promote an orderly transition to a low-carbon economy? b. Is the bank engaging with policymakers and regulators on financial regulation to ensure the rules governing the banking sector incentivise the sector's support for a low-carbon economy? c. If you answered yes to questions a/b, please provide an example. d. Is this information disclosed publicly?	Yes No Yes, on an international level Yes, on a national level No Engagement on GHG reductions / transition to a low-carbon economy: Engagement on financial regulation: Yes No / Partly Yes, and staff have been encouraged to bring up climate change as a concern in each meeting with policymakers or regulators. Yes No Subsidies for fossil fuel companies Incentives for low-carbon growth Introduction of climate-related concerns into capital requirements regulation Introduction or enhancement of a carbon tax / other carbon pricing mechanism Climate-related disclosure requirements Other (please elaborate)	2 points 0 points 2 points 1 point 0 points Up to 1 point Up to 1 point 1 point 0 points 2 points 1 point 0 points 2 points 1 point 0 points 1 point 1 point 1 point 1 point 1 point 1 point Up to 1 point	7 points	6
26. Are there time and resources within the public affairs team specifically allocated to supporting the transition to a low-carbon economy?	Yes No	2 points 0 points	2 points	1
27. Does the bank publish its position on the following climate-related policy and/or regulatory issues?	Yes No	1 point 0 points	1 point	0

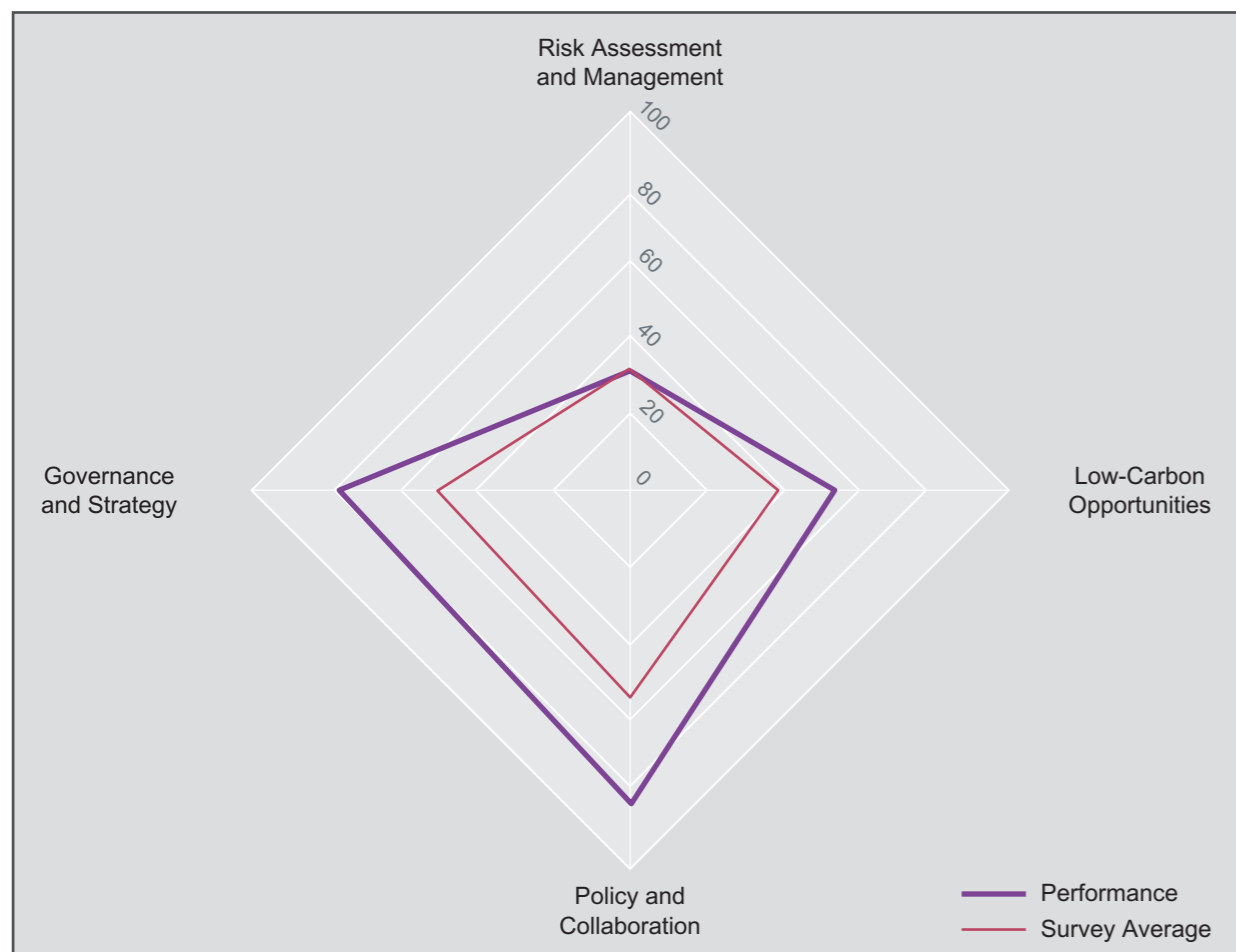
Question	Possible Answers	Points	Max. Points	Bank's Score
Trade associations (max. 3 points)				
28. a. Please list the trade associations the bank is a member of. b. Is this information disclosed publicly?	Yes No Yes - please briefly outline how this is achieved No Yes (please specify) No	Unscored 1 point 0 points 1 point 0 points 1 point 0 points	2 points	1
29. Does the bank ensure the climate policies of the trade associations it is a member of are not inconsistent with its own?	Yes (please specify)	1 point	1 point	0
30. Does the bank actively promote support for the low-carbon transition as a topic for policy engagements within the trade associations it is a member of?	No	0 points	1 point	0
Other initiatives (max. 9 points)				
31. Is the bank a member/signatory of any of the following climate-related initiatives?	Banking Environment Initiative Equator Principles United Nations Environment Programme Finance Initiative (UNEPFI) United Nations Environment Programme Finance Initiative (UNEPFI) banking sector initiative on TCFD recommendations Carbon Disclosure Project (CDP) Green Bond Principles Science-Based Targets Other (please specify) Yes, ongoing engagement (please describe this engagement) Yes, this has been a topic of interaction (please describe the nature of this interaction) No Regular meetings or phone calls Regular reporting Collaborative initiatives (please elaborate) Consultations (please give an example) Stakeholder committee Other (please specify) None of the above	0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points Up to 0.5 points 2 points 1 point 0 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points	4 points	2
32. Does the bank engage with credit rating agencies on the issue of climate change?	Yes, this has been a topic of interaction (please describe the nature of this interaction) No	2 points 1 point 0 points	2 points	1
33. How does the bank engage with NGOs, think tanks and academics on the issue of climate change?	Regular meetings or phone calls Regular reporting Collaborative initiatives (please elaborate) Consultations (please give an example) Stakeholder committee Other (please specify) None of the above	0 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points	2.5 points	1
34. Please give an example of when a climate-related engagement with an NGO, think tank or academic has influenced and changed a policy or practice at the bank.	None of the above	0.5 points	0.5 points	0

Question	Possible Answers	Points	Max. Points	Bank's Score
Governance, strategy and implementation (max. 27 points)				
Strategy (max. 13 points)				
35. a. Does the bank have a strategy on climate change?	Yes, and it is a group-wide commitment aligned with the Paris Agreement Yes, and it is a group-wide commitment Yes, and it is aligned with the Paris Agreement Yes No	3 points 2 points 2 points 1 point 0 points 3 points		
b. Is this strategy comprehensive, ie. does it address all areas which are relevant for banks in terms of climate change?	The policy addresses all of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses three of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses one or two of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation	2 points 1 point	9 points	7
c. Is this strategy publicly available?	Yes No	1 point 0 points		
d. Are progress updates about this strategy disclosed?	Yes, at least annually. Yes, less than annually. No	2 points 1 point 0 points		
36. a. Is the bank planning to implement the recommendations of the Task Force on Climate-related Financial Disclosures? b. If yes, by what date is the bank intending to fully report against the recommendations?	Yes No (please explain) The bank is already doing so 2017 Annual Report 2018 Annual Report	2 points 0 points 2 points 1 point 0.5 points	4 points	2
Governance and implementation (max. 14 points)				
37. Is there board-level oversight of the climate strategy?	The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) and there is at least one board member with specific climate-related expertise The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) The board is involved in development of policies and targets (please outline this process) The board approves policies and targets No	3 points 2.5 points 1.5 points 1 point 0 points	3 points	1

Question	Possible Answers	Points	Max. Points	Bank's Score
38. a. How is awareness of climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition raised across the organisation? b. What percentage of employees has received training on climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition?	E-learning Seminars and workshops Conferences and other events Internal roadshows Other (please specify): Please indicate percentage.	0.5 points 0.5 points 0.5 points 0.5 points Up to 1 point (0.5 points each) Depending on percentage of employees trained: less than 20% - 0 points, 20% to 50% - 1.5 points, above 50% - 3 points	6 points	1.5
39. Are there any climate-related Key Performance Indicators (KPIs) or objectives for individuals or teams?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	2.5 points 1 point 1 point 0 points 2.5 points	2.5 points	0
40. Are those KPIs or objectives, if existent, translated into incentive structures and remuneration policies?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	1 point 1 point 1 point 0 points	2.5 points	0
162 points				
61.5				

HSBC Holdings

Score: 92.5 / 162
Category: Challenger



Scores converted into percentages to allow comparison between sections

Recommendations for investor engagement

Shareholders in HSBC are encouraged to request:

- Disclosure of the current percentage of assets linked to high- and low-carbon sectors relative to total assets and objectives going forward
- Strengthening of the policies on coal mining and thermal coal power generation, oil and gas and deforestation and peatland exploitation, including more stringent exclusion criteria in line with <2°C scenarios
- Publication and strengthening of the engagement policy, in line with <2°C scenarios, including what the consequences are for clients that fall short and the introduction of a request for adopting the TCFD recommendations

Further recommendations are available for HSBC and its shareholders upon request.

Question	Possible Answers	Points	Max. Points	Bank's Score
Risk assessment and management (max. 54 points)				
Risk assessment (max. 15 points)				
1. a. Are climate risk assessments embedded into traditional types of risk, including credit risk, market risk and liquidity risk? Please provide evidence.	Yes	2 points	3 points	2.5
b. Have the following committees discussed climate risk yet? If yes, please provide a brief summary of these discussions.	No (please explain)	0 points		
2. a. Does the bank use scenario analysis to assess value at risk under a variety of carbon pathways? Please specify which models are used for this analysis.	Group Risk Committee	0.5 points	4 points	0
	Group Audit Committee	0.5 points		
	Group Risk Committee and Group Audit Committee	1 point		
	Neither of the above	0 points		
	Yes, for <2°C scenarios and for all books / assets	1 point		
	Yes, for <2°C scenarios but only for some books / assets	0.5 points		
	Yes, for 2°C scenarios and for all books / assets	1 point		
	Yes, for 2°C scenarios but only for some books / assets	0.5 points		
	Yes, for 2°C+ scenarios and for all books / assets	1 point		
	Yes, for 2°C+ scenarios but only for some books / assets	0.5 points		
3. a. In 2016, what was the amount of assets (in reporting currency) linked to the following sectors? What percentage of total assets does each represent? (If using an alternative categorisation, please explain.)	No	0 points	4 points	0.5
	Yes	1 point		
	No	0 points		
	Oil & gas (carbon-related assets) [2 columns: absolute amount and percentage - same for other answer options]	Base scoring on percentage of carbon-related assets relative to total assets. For those banks that respond, award 3 points to the quartile with the lowest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the highest percentage. Provide 0.5 points for those banks that respond with partial information.		
	Coal (carbon-related assets)			
	Electric utilities, excluding independent power and renewable electricity producer industries (carbon-related assets)			
	Air freight			
	Passenger air transportation			
	Maritime transportation			
	Rail transportation			
Trucking services				
Automobiles and components				
Metals and mining				
Chemicals				
Construction materials				
Capital goods				
Real estate management and development				
Beverages				
Industrial-scale agriculture				
Packaged foods and meats				
Paper and forest products				
Other (please specify)				
Total				
Yes	1 point			
No	0 points			
b. Is this information disclosed publicly?				

Question	Possible Answers	Points	Max. Points	Bank's Score
4. a. In 2016, to what extent was the bank involved in the underwriting of securities linked to the following sectors? Please disclose the absolute amount and the percentage of total securities underwritten.	Oil & gas (carbon-related assets) [2 columns: absolute amount and percentage - same for other answer options] Coal (carbon-related assets) Electric utilities, excluding independent power and renewable electricity producer industries (carbon-related assets) Air freight Passenger air transportation Maritime transportation Rail transportation Trucking services Automobiles and components Metals and mining Chemicals Construction materials Capital goods Real estate management and development Beverages Industrial-scale agriculture Packaged foods and meats Paper and forest products Other (please specify) Total Yes No	Base scoring on percentage of securities linked to carbon-related assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the lowest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the highest percentage. Provide 0.5 points for those banks that respond with partial information.	3 points	2
b. Is this information disclosed publicly?	Yes No	1 point 0 points Unscored		
5. a. What percentage of risk-weighted assets is carbon-related?	Oil & gas [2 columns: absolute amount and percentage - same for other answer options] Coal Electric utilities, excluding independent power and renewable electricity producer industries Yes No	1 point 0 points	1 point	0
b. Is this information disclosed publicly?	Yes No	1 point 0 points		
Risk management (max. 39 points)				
6. a. Does the bank have long-term objectives in terms of decreasing exposure to carbon-related assets or CO2e emissions (scope 3)? To what extent?	Yes, reducing exposure to zero Yes, reducing exposure by 50% or more Yes, reducing exposure by less than 50% No Reducing exposure to zero Reducing exposure by 50% or more Reducing exposure by less than 50% No objectives Yes No	5 points 3 points 1.5 points 0 points 3 points 2 points 1 point 0 points 1 point 0 points	9 points	0
b. Does the bank have long-term objectives in terms of decreasing its underwriting activities linked to carbon-related assets or CO2e emissions (scope 3)? To what extent?				
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
7. a. What is the bank's group-wide policy regarding coal mining and coal power?	There is a policy which excludes any new or existing client depending on revenues from coal mining or coal power by more than 30% There is a policy which excludes any new or existing client depending on revenues from coal mining or coal power by more than 50% There is a policy which excludes project finance for coal mining and coal power globally There is a policy which excludes project finance for coal mining or coal power globally A policy, but not group-wide or does not fully exclude any of the above No coal policy At least annually At least every three years Less than every three years Yes No	2 points 1.5 points 1 point 0.5 points 0.5 points 0 points 1 point 0.5 points 0 points 1 point 0 points 3 points	5 points	2
b. How often is this reviewed?				
c. Is this policy publicly available?				
8. a. What is the bank's group-wide policy regarding the provision of financial services that support the exploration and production of oil and gas reserves?	Policies excluding project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above, in addition to policies setting standards for upstream, midstream and downstream oil and gas operations Policies excluding project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above Policies excluding one or more of the following: project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above, in addition to policies setting standards for upstream, midstream and downstream oil and gas operations Policies excluding one or more of the following: project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above Policies setting standards for upstream, midstream and downstream oil and gas operations A policy, but not group-wide or does not apply any of the above No policy At least annually At least every three years Less than every three years Yes No	1.5 points 1.5 points 1 point 5 points 0.5 points 1.5 points 1.5 points 1 point 1.5 points 0.5 points 0 points 1 point 0.5 points 0 points 1 point 0 points	5 points	0.5
b. How often is this reviewed?				
c. Is this policy publicly available?				

Question	Possible Answers	Points	Max. Points	Bank's Score
9. a. Does the bank have a group-wide policy on deforestation, peatland expansion and exploitation, including respecting Free, Prior and Informed Consent - in line with the High Carbon Stock Approach?	A group-wide policy in line with the High Carbon Stock Approach - clients not acting in line or on a pathway towards acting in line with this approach are excluded A policy, but either not group-wide or not in line with the High Carbon Stock Approach	2 points		
b. How often is this reviewed?	No policy At least annually At least every three years Less than every three years	1 point 0 points 1 point 0.5 points 0 points	4 points	2.5
c. Is this policy publicly available?	Yes No	1 point 0 points		
10. a. What policies does the bank have in place regarding engagement with clients operating in the sectors most exposed to climate-related risks?	The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). Details on this are included in loan covenants. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients and outlines what the consequences for clients that fall short are. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment and sets clear objectives and timelines. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment. The bank does not engage with any clients in sectors most exposed to climate-related risks on <2°C alignment.	1 point 0 points 3 points 2 points	8 points	3
b. How often is this reviewed?	At least annually At least every three years Less than every three years	1 point 0.5 points 0 points		
c. Is this policy publicly available?	Yes No	1 point 0 points		
d. Does this engagement with clients include requests to adopt the TCFD recommendations?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
11. a. Does the bank factor in climate change when assessing risk associated with any new or existing business and price that risk accordingly? If yes, please provide evidence. b. Is information about this made publicly available?	Yes Partly (for some new or existing businesses, but not all) No Yes No Please explain	3 points 1.5 points 0 points 1 point 0 points	4 points	1.5
12. a. Does the bank pursue any other approaches to mitigating climate risks? b. Is information about this made publicly available?	Yes No Yes, annually. Yes, less than annually. No Please explain	Up to 2 points (1 point per approach) 1 point 0 points 1 point 0.5 points 0 points	3 points	2
13. Does the bank issue regular update reports to communicate the implementation of and progress made on its policies to assess/mitigate climate risks?	Yes No	1 point 0 points	1 point	1
Low-carbon products and services (max. 54 points)				
Current exposure and objectives (max. 24 points)				
14. a. In 2016, what was the amount of assets (in reporting currency) linked to low-carbon sectors? What percentage of total assets does this represent? (If using an alternative categorisation, please explain.)	[2 fields: amount and percentage]	Base scoring on percentage of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the lowest quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	7 points	0.5
b. What are the bank's long-term objectives in terms of increasing this percentage?		Base scoring on percentage of increase of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the lowest quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
15. a. In 2016, to what extent was the bank involved in the underwriting of securities linked to low-carbon sectors? Please disclose the absolute amount and the percentage of total securities underwritten.		Base scoring on percentage of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	5 points	1
b. What are the bank's objectives in terms of increasing this percentage?		Base scoring on percentage of increase of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
c. Is this information disclosed publicly?	Yes No Unscored	1 point 0 points		
16. a. What percentage of risk-weighted assets is linked to low-carbon sectors?				
b. Which tools has the bank put in place to lower the risk associated with some low-carbon assets?	First loss guarantee mechanisms Partial risk guarantee mechanisms Other (please specify)	1 point 1 point Up to 1 point	4 points	1
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
17. a. How much capital has the bank raised for its own activities via green bonds? What is the percentage of this compared to the total capital raised via debt markets? Please list each bond issued, the term and the quantum.		Base scoring on percentage of green bonds issued relative to total bonds issued. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points if at least one green bond has been issued, but no percentage provided.	4 points	2.5
b. Are those green bonds certified? Please list the certifying body for each green bond issued.	Yes No	2 points 0 points		
18. a. Does the bank seek out opportunities for adaptation finance? If yes, how is this achieved?	Yes (please specify)	3 points		
b. Is this information disclosed publicly?	Yes No	0 points 1 point 0 points	4 points	4
Framework (max. 25 points)				
19. How much resourcing and capacity is being allocated to support the development of low-carbon products and services systematically across the bank?	Each main division (including retail banking, commercial banking, corporate banking and investment banking as appropriate) has staff dedicated to developing low-carbon products and services within their department. Some of the main divisions have staff dedicated to developing low-carbon products and services within their department. There is dedicated staff working on the development of low-carbon products and services across the bank. None	5 points 2.5 points 2.5 points 0 points	5 points	5
20. What percentage of your total research budget is allocated to exploring low-carbon opportunities (either internally or via outsourcing)?		Base scoring on percentage. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0.5 points to the quartile with the lowest percentage - also 0.5 points if they prove there is a budget via research reports published, but cannot say how much	3 points	0.5

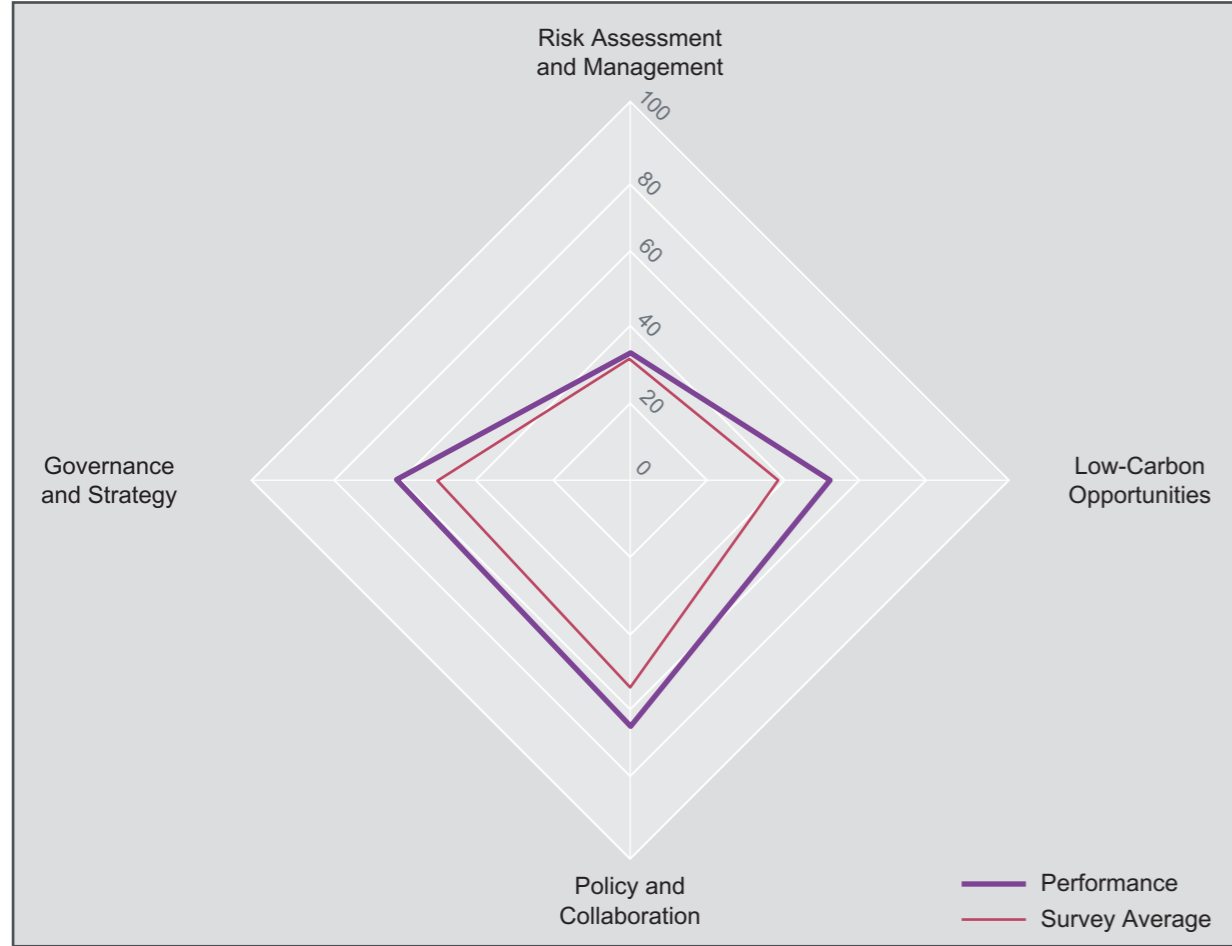
Question	Possible Answers	Points	Max. Points	Bank's Score
21. Please list an example of a low-carbon product or service the bank offers within each of the following divisions:	Retail banking, commercial banking, corporate banking, investment banking	Up to 8 points, 2 points each	8 points	8
22. How is the bank seeking to expand and promote these low-carbon products and services among its clients?	Communication with clients (list the following: newsletters, face-to-face meetings or phone calls, events, other (please elaborate)) Incentives (list the following: low collateral requirements for green loans, favourable loan pricing, lower fees, other (please elaborate)) Other (please elaborate)	Up to 3 points Up to 3 points Up to 3 points	9 points	5
Due diligence (max. 5 points)				
23. How does the bank certify and monitor low-carbon products and services to ensure their environmental sustainability?	Third party / independent reviews for all low-carbon assets followed up with regular update reports Third party / independent reviews for all low-carbon assets Third party / independent reviews for some low-carbon assets followed up with regular update reports Third party / independent reviews for some low-carbon assets None of the above	3 points 2 points 2 points 0.5 points 0 points	3 points	2
24. Does the bank disclose information publicly to allow stakeholders to assess the environmental sustainability of low-carbon products and services?	Yes, for all low-carbon assets Yes, for some low-carbon assets No	2 points 1 point 0 points	2 points	1
Policy engagement and collaboration with other actors (max. 27 points)				
Policy and regulatory framework (max. 15 points)				
25. a. Is the bank engaging with policymakers on any legislation or policy designed to reduce GHG emissions or to promote an orderly transition to a low-carbon economy? b. Is the bank engaging with policymakers and regulators on financial regulation to ensure the rules governing the banking sector incentivise the sector's support for a low-carbon economy? c. If you answered yes to questions a/b, please provide an example. d. Is this information disclosed publicly?	Yes No Yes, on an international level Yes, on a national level No Engagement on GHG reductions / transition to a low-carbon economy: Engagement on financial regulation: Yes No / Partly Yes, and staff have been encouraged to bring up climate change as a concern in each meeting with policymakers or regulators. Yes No Subsidies for fossil fuel companies Incentives for low-carbon growth Introduction of climate-related concerns into capital requirements regulation Introduction or enhancement of a carbon tax / other carbon pricing mechanism Climate-related disclosure requirements Other (please elaborate)	2 points 0 points 2 points 1 point 0 points Up to 1 point Up to 1 point 1 point 0 points 2 points 1 point 0 points 1 point 1 point 1 point 1 point 1 point Up to 1 point	7 points	7
26. Are there time and resources within the public affairs team specifically allocated to supporting the transition to a low-carbon economy?	Yes No	2 points 0 points	2 points	2
27. Does the bank publish its position on the following climate-related policy and/or regulatory issues?	Yes No	1 point 0 points	1 point	4

Question	Possible Answers	Points	Max. Points	Bank's Score
Trade associations (max. 3 points)				
28. a. Please list the trade associations the bank is a member of. b. Is this information disclosed publicly?	Yes No Yes - please briefly outline how this is achieved No Yes (please specify) No	Unscored 1 point 0 points 1 point 0 points 1 point 0 points	2 points	1
29. Does the bank ensure the climate policies of the trade associations it is a member of are not inconsistent with its own?	Yes (please specify)	1 point	1 point	1
30. Does the bank actively promote support for the low-carbon transition as a topic for policy engagements within the trade associations it is a member of?	Yes (please specify)	1 point	1 point	1
Other initiatives (max. 9 points)				
31. Is the bank a member/signatory of any of the following climate-related initiatives?	Banking Environment Initiative Equator Principles United Nations Environment Programme Finance Initiative (UNEPFI) United Nations Environment Programme Finance Initiative (UNEPFI) banking sector initiative on TCFD recommendations Carbon Disclosure Project (CDP) Green Bond Principles Science-Based Targets Other (please specify) Yes, ongoing engagement (please describe this engagement) Yes, this has been a topic of interaction (please describe the nature of this interaction) No	0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points Up to 0.5 points 2 points 1 point 0 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points	4 points	3.5
32. Does the bank engage with credit rating agencies on the issue of climate change?	Yes, this has been a topic of interaction (please describe the nature of this interaction) No	2 points 1 point 0 points	2 points	2
33. How does the bank engage with NGOs, think tanks and academics on the issue of climate change?	Regular meetings or phone calls Regular reporting Collaborative initiatives (please elaborate) Consultations (please give an example) Stakeholder committee Other (please specify) None of the above	0.5 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points	2.5 points	1
34. Please give an example of when a climate-related engagement with an NGO, think tank or academic has influenced and changed a policy or practice at the bank.	None of the above	0.5 points	0.5 points	0.5

Question	Possible Answers	Points	Max. Points	Bank's Score
Governance, strategy and implementation (max. 27 points)				
Strategy (max. 13 points)				
35. a. Does the bank have a strategy on climate change?	Yes, and it is a group-wide commitment aligned with the Paris Agreement Yes, and it is a group-wide commitment Yes, and it is aligned with the Paris Agreement Yes No	3 points 2 points 2 points 1 point 0 points 3 points		
b. Is this strategy comprehensive, ie. does it address all areas which are relevant for banks in terms of climate change?	The policy addresses all of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses three of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses one or two of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation Yes No Yes, at least annually. Yes, less than annually. No Yes No (please explain) The bank is already doing so	2 points 1 point 3 points 2 points 2 points 0 points 2 points 0 points 2 points 1 point 1 point 0 points 2 points 0 points 2 points 1 point 0.5 points	9 points	8
c. Is this strategy publicly available?	Yes No	1 point 0 points		
d. Are progress updates about this strategy disclosed?	Yes, at least annually. Yes, less than annually. No Yes No (please explain) The bank is already doing so	2 points 1 point 0 points 2 points 0 points 2 points 0 points 2 points 1 point 0.5 points	4 points	3
36. a. Is the bank planning to implement the recommendations of the Task Force on Climate-related Financial Disclosures? b. If yes, by what date is the bank intending to fully report against the recommendations?	The bank is already doing so 2017 Annual Report 2018 Annual Report	1 point 0.5 points		
Governance and implementation (max. 14 points)				
37. Is there board-level oversight of the climate strategy?	The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) and there is at least one board member with specific climate-related expertise The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) The board is involved in development of policies and targets (please outline this process) The board approves policies and targets No	3 points 2.5 points 1.5 points 1 point 0 points	3 points	2.5

Question	Possible Answers	Points	Max. Points	Bank's Score
38. a. How is awareness of climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition raised across the organisation? b. What percentage of employees has received training on climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition?	E-learning Seminars and workshops Conferences and other events Internal roadshows Other (please specify): Please indicate percentage.	0.5 points 0.5 points 0.5 points 0.5 points Up to 1 point (0.5 points each) Depending on percentage of employees trained: less than 20% - 0 points, 20% to 50% - 1.5 points, above 50% - 3 points	6 points	3
39. Are there any climate-related Key Performance Indicators (KPIs) or objectives for individuals or teams?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	2.5 points 1 point 1 point 0 points 2.5 points	2.5 points	2.5
40. Are those KPIs or objectives, if existent, translated into incentive structures and remuneration policies?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	1 point 1 point 0 points 2.5 points	2.5 points	2.5
			162 points	92.5

Score: 82.5 / 162
 Category: Challenger



Scores converted into percentages to allow comparison between sections

Recommendations for investor engagement

Shareholders in ING are encouraged to request:

- Disclosure of the current percentage of assets linked to high- and low-carbon sectors relative to total assets and objectives going forward
- Strengthening of policies on:
 - coal mining and thermal coal power generation to exclude any new or existing clients depending on revenues from coal-related activities by more than 30%;
 - oil and gas to fully exclude project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above;
 - and deforestation and peatland exploitation to align with the HCSA
- Publication and strengthening of the engagement policy, in line with <2°C scenarios, including clear timelines and objectives for clients and the introduction of a request for adopting the TCFD recommendations

Further recommendations are available for ING and its shareholders upon request.

Question	Possible Answers	Points	Max. Points	Bank's Score
Risk assessment and management (max. 54 points)				
Risk assessment (max. 15 points)				
1. a. Are climate risk assessments embedded into traditional types of risk, including credit risk, market risk and liquidity risk? Please provide evidence.	Yes	2 points	3 points	2.5
b. Have the following committees discussed climate risk yet? If yes, please provide a brief summary of these discussions.	No (please explain)	0 points		
2. a. Does the bank use scenario analysis to assess value at risk under a variety of carbon pathways? Please specify which models are used for this analysis.	Group Risk Committee	0.5 points	4 points	0
	Group Audit Committee	0.5 points		
	Group Risk Committee and Group Audit Committee	1 point		
	Neither of the above	0 points		
	Yes, for <2°C scenarios and for all books / assets	1 point		
	Yes, for <2°C scenarios but only for some books / assets	0.5 points		
	Yes, for 2°C scenarios and for all books / assets	1 point		
	Yes, for 2°C scenarios but only for some books / assets	0.5 points		
	Yes, for 2°C+ scenarios and for all books / assets	1 point		
	Yes, for 2°C+ scenarios but only for some books / assets	0.5 points		
3. a. In 2016, what was the amount of assets (in reporting currency) linked to the following sectors? What percentage of total assets does each represent? (If using an alternative categorisation, please explain.)	No	0 points	4 points	0.5
	Yes	1 point		
	No	0 points		
	Oil & gas (carbon-related assets) [2 columns: absolute amount and percentage - same for other answer options]	Base scoring on percentage of carbon-related assets relative to total assets. For those banks that respond, award 3 points to the quartile with the lowest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the highest percentage. Provide 0.5 points for those banks that respond with partial information.		
	Coal (carbon-related assets)			
	Electric utilities, excluding independent power and renewable electricity producer industries (carbon-related assets)			
	Air freight			
	Passenger air transportation			
	Maritime transportation			
	Rail transportation			
Trucking services				
Automobiles and components				
Metals and mining				
Chemicals				
Construction materials				
Capital goods				
Real estate management and development				
Beverages				
Industrial-scale agriculture				
Packaged foods and meats				
Paper and forest products				
Other (please specify)				
Total				
Yes	1 point			
No	0 points			
b. Is this information disclosed publicly?				

Question	Possible Answers	Points	Max. Points	Bank's Score
4. a. In 2016, to what extent was the bank involved in the underwriting of securities linked to the following sectors? Please disclose the absolute amount and the percentage of total securities underwritten.	Oil & gas (carbon-related assets) [2 columns: absolute amount and percentage - same for other answer options] Coal (carbon-related assets) Electric utilities, excluding independent power and renewable electricity producer industries (carbon-related assets) Air freight Passenger air transportation Maritime transportation Rail transportation Trucking services Automobiles and components Metals and mining Chemicals Construction materials Capital goods Real estate management and development Beverages Industrial-scale agriculture Packaged foods and meats Paper and forest products Other (please specify) Total Yes No	Base scoring on percentage of securities linked to carbon-related assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the lowest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the highest percentage. Provide 0.5 points for those banks that respond with partial information.	3 points	0
b. Is this information disclosed publicly?	Yes No	1 point 0 points Unscored		
5. a. What percentage of risk-weighted assets is carbon-related?	Oil & gas [2 columns: absolute amount and percentage - same for other answer options] Coal Electric utilities, excluding independent power and renewable electricity producer industries Yes No	1 point 0 points	1 point	0
b. Is this information disclosed publicly?	Yes No	1 point 0 points		
Risk management (max. 39 points)				
6. a. Does the bank have long-term objectives in terms of decreasing exposure to carbon-related assets or CO2e emissions (scope 3)? To what extent?	Yes, reducing exposure to zero Yes, reducing exposure by 50% or more Yes, reducing exposure by less than 50% No Reducing exposure to zero Reducing exposure by 50% or more Reducing exposure by less than 50% No objectives Yes No	5 points 3 points 1.5 points 0 points 3 points 2 points 1 point 0 points 1 point 0 points	9 points	0
b. Does the bank have long-term objectives in terms of decreasing its underwriting activities linked to carbon-related assets or CO2e emissions (scope 3)? To what extent?	Yes No	1 point 0 points		
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
7. a. What is the bank's group-wide policy regarding coal mining and coal power?	There is a policy which excludes any new or existing client depending on revenues from coal mining or coal power by more than 30% There is a policy which excludes any new or existing client depending on revenues from coal mining or coal power by more than 50% There is a policy which excludes project finance for coal mining and coal power globally There is a policy which excludes project finance for coal mining or coal power globally A policy, but not group-wide or does not fully exclude any of the above No coal policy At least annually At least every three years Less than every three years Yes No	2 points 1.5 points 1 point 0.5 points 0.5 points 0 points 1 point 0.5 points 0 points 1 point 0 points 3 points	5 points	4
b. How often is this reviewed?	At least annually At least every three years Less than every three years Yes No	0 points 1 point 0.5 points 0 points 0 points		
c. Is this policy publicly available?	Yes No	1 point 0 points		
8. a. What is the bank's group-wide policy regarding the provision of financial services that support the exploration and production of oil and gas reserves?	Policies excluding project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above, in addition to policies setting standards for upstream, midstream and downstream oil and gas operations Policies excluding project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above Policies excluding one or more of the following: project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above, in addition to policies setting standards for upstream, midstream and downstream oil and gas operations Policies excluding one or more of the following: project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above Policies setting standards for upstream, midstream and downstream oil and gas operations A policy, but not group-wide or does not apply any of the above No policy At least annually At least every three years Less than every three years Yes No	1.5 points 1.5 points 1.5 points 1 point 1.5 points 1.5 points 1 point 1.5 points 0.5 points 0 points 1 point 0.5 points 0 points 1 point 0 points	5 points	3
b. How often is this reviewed?	At least annually At least every three years Less than every three years Yes No	0 points 1 point 0.5 points 0 points 0 points		
c. Is this policy publicly available?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
9. a. Does the bank have a group-wide policy on deforestation, peatland expansion and exploitation, including respecting Free, Prior and Informed Consent - in line with the High Carbon Stock Approach?	A group-wide policy in line with the High Carbon Stock Approach - clients not acting in line or on a pathway towards acting in line with this approach are excluded A policy, but either not group-wide or not in line with the High Carbon Stock Approach	2 points		
b. How often is this reviewed?	No policy At least annually At least every three years Less than every three years	1 point 0 points 1 point 0.5 points 0 points	4 points	2.5
c. Is this policy publicly available?	Yes No	1 point 0 points		
10. a. What policies does the bank have in place regarding engagement with clients operating in the sectors most exposed to climate-related risks?	The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). Details on this are included in loan covenants. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients and outlines what the consequences for clients that fall short are. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment and sets clear objectives and timelines. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment. The bank does not engage with any clients in sectors most exposed to climate-related risks on <2°C alignment.	1 point 0 points 3 points 2 points	8 points	0
b. How often is this reviewed?	At least annually At least every three years Less than every three years	1 point 0.5 points 0 points		
c. Is this policy publicly available?	Yes No	1 point 0 points		
d. Does this engagement with clients include requests to adopt the TCFD recommendations?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
11. a. Does the bank factor in climate change when assessing risk associated with any new or existing business and price that risk accordingly? If yes, please provide evidence. b. Is information about this made publicly available?	Yes Partly (for some new or existing businesses, but not all) No Yes No Please explain	3 points 1.5 points 0 points 1 point 0 points	4 points	2.5
12. a. Does the bank pursue any other approaches to mitigating climate risks? b. Is information about this made publicly available?	Yes No Yes, annually. Yes, less than annually. No Please explain	Up to 2 points (1 point per approach) 1 point 0 points 1 point 0.5 points 0 points	3 points	2
13. Does the bank issue regular update reports to communicate the implementation of and progress made on its policies to assess/mitigate climate risks?	Yes No	1 point 0 points	1 point	1
Low-carbon products and services (max. 54 points)				
Current exposure and objectives (max. 24 points)				
14. a. In 2016, what was the amount of assets (in reporting currency) linked to low-carbon sectors? What percentage of total assets does this represent? (If using an alternative categorisation, please explain.)	[2 fields: amount and percentage]	Base scoring on percentage of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
b. What are the bank's long-term objectives in terms of increasing this percentage?		Base scoring on percentage of increase of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	7 points	1
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
15. a. In 2016, to what extent was the bank involved in the underwriting of securities linked to low-carbon sectors? Please disclose the absolute amount and the percentage of total securities underwritten.		Base scoring on percentage of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	5 points	0
b. What are the bank's objectives in terms of increasing this percentage?		Base scoring on percentage of increase of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
c. Is this information disclosed publicly?	Yes No Unscored	1 point 0 points		
16. a. What percentage of risk-weighted assets is linked to low-carbon sectors?				
b. Which tools has the bank put in place to lower the risk associated with some low-carbon assets?	First loss guarantee mechanisms Partial risk guarantee mechanisms Other (please specify)	1 point 1 point Up to 1 point	4 points	0
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
17. a. How much capital has the bank raised for its own activities via green bonds? What is the percentage of this compared to the total capital raised via debt markets? Please list each bond issued, the term and the quantum.		Base scoring on percentage of green bonds issued relative to total bonds issued. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points if at least one green bond has been issued, but no percentage provided.	4 points	2.5
b. Are those green bonds certified? Please list the certifying body for each green bond issued.	Yes No	2 points 0 points		
18. a. Does the bank seek out opportunities for adaptation finance? If yes, how is this achieved?	Yes (please specify)	3 points		
b. Is this information disclosed publicly?	Yes No	0 points 1 point 0 points	4 points	4
Framework (max. 25 points)				
19. How much resourcing and capacity is being allocated to support the development of low-carbon products and services systematically across the bank?	Each main division (including retail banking, commercial banking, corporate banking and investment banking as appropriate) has staff dedicated to developing low-carbon products and services within their department. Some of the main divisions have staff dedicated to developing low-carbon products and services within their department. There is dedicated staff working on the development of low-carbon products and services across the bank. None	5 points 2.5 points 2.5 points 0 points	5 points	5
20. What percentage of your total research budget is allocated to exploring low-carbon opportunities (either internally or via outsourcing)?		Base scoring on percentage. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0.5 points to the quartile with the lowest percentage - also 0.5 points if they prove there is a budget via research reports published, but cannot say how much	3 points	0.5

Question	Possible Answers	Points	Max. Points	Bank's Score
21. Please list an example of a low-carbon product or service the bank offers within each of the following divisions:	Retail banking, commercial banking, corporate banking, investment banking	Up to 8 points, 2 points each	8 points	8
22. How is the bank seeking to expand and promote these low-carbon products and services among its clients?	Communication with clients (list the following: newsletters, face-to-face meetings or phone calls, events, other (please elaborate)) Incentives (list the following: low collateral requirements for green loans, favourable loan pricing, lower fees, other (please elaborate)) Other (please elaborate)	Up to 3 points Up to 3 points Up to 3 points	9 points	5
Due diligence (max. 5 points)				
23. How does the bank certify and monitor low-carbon products and services to ensure their environmental sustainability?	Third party / independent reviews for all low-carbon assets followed up with regular update reports Third party / independent reviews for all low-carbon assets Third party / independent reviews for some low-carbon assets followed up with regular update reports Third party / independent reviews for some low-carbon assets None of the above	3 points 2 points 2 points 0.5 points 0 points	3 points	2
24. Does the bank disclose information publicly to allow stakeholders to assess the environmental sustainability of low-carbon products and services?	Yes, for all low-carbon assets Yes, for some low-carbon assets No	2 points 1 point 0 points	2 points	2
Policy engagement and collaboration with other actors (max. 27 points)				
Policy and regulatory framework (max. 15 points)				
25. a. Is the bank engaging with policymakers on any legislation or policy designed to reduce GHG emissions or to promote an orderly transition to a low-carbon economy? b. Is the bank engaging with policymakers and regulators on financial regulation to ensure the rules governing the banking sector incentivise the sector's support for a low-carbon economy? c. If you answered yes to questions a/b, please provide an example. d. Is this information disclosed publicly?	Yes No Yes, on an international level Yes, on a national level No Engagement on GHG reductions / transition to a low-carbon economy: Engagement on financial regulation: Yes No / Partly Yes, and staff have been encouraged to bring up climate change as a concern in each meeting with policymakers or regulators. Yes No Subsidies for fossil fuel companies Incentives for low-carbon growth Introduction of climate-related concerns into capital requirements regulation Introduction or enhancement of a carbon tax / other carbon pricing mechanism Climate-related disclosure requirements Other (please elaborate)	2 points 0 points 2 points 1 point 0 points Up to 1 point Up to 1 point 1 point 0 points 2 points 1 point 0 points 2 points 1 point 0 points 1 point 1 point 1 point 1 point 1 point Up to 1 point	7 points	7
26. Are there time and resources within the public affairs team specifically allocated to supporting the transition to a low-carbon economy?	Yes No	2 points 0 points	2 points	0
27. Does the bank publish its position on the following climate-related policy and/or regulatory issues?	Yes No	1 point 0 points	1 point	4

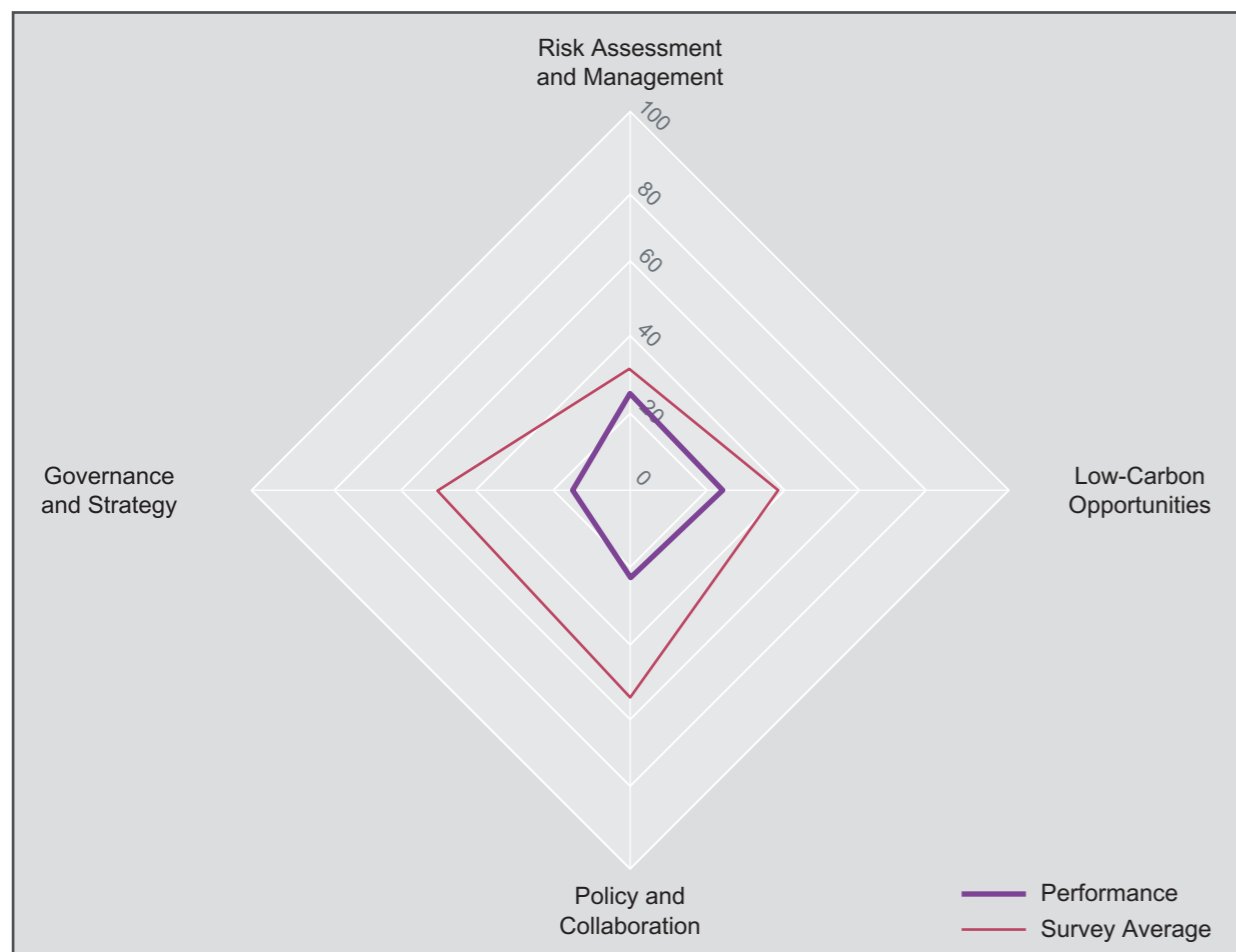
Question	Possible Answers	Points	Max. Points	Bank's Score
Trade associations (max. 3 points)				
28. a. Please list the trade associations the bank is a member of. b. Is this information disclosed publicly?	Yes No Yes - please briefly outline how this is achieved No Yes (please specify) No	Unscored 1 point 0 points 1 point 0 points 1 point 0 points	2 points	1
29. Does the bank ensure the climate policies of the trade associations it is a member of are not inconsistent with its own?	Yes (please specify)	1 point	1 point	0
30. Does the bank actively promote support for the low-carbon transition as a topic for policy engagements within the trade associations it is a member of?	Yes (please specify)	1 point	1 point	1
Other initiatives (max. 9 points)				
31. Is the bank a member/signatory of any of the following climate-related initiatives?	Banking Environment Initiative Equator Principles United Nations Environment Programme Finance Initiative (UNEPFI) United Nations Environment Programme Finance Initiative (UNEPFI) banking sector initiative on TCFD recommendations Carbon Disclosure Project (CDP) Green Bond Principles Science-Based Targets Other (please specify) Yes, ongoing engagement (please describe this engagement) Yes, this has been a topic of interaction (please describe the nature of this interaction) No	0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points Up to 0.5 points 2 points 1 point 0 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points	4 points	3
32. Does the bank engage with credit rating agencies on the issue of climate change?	Yes, this has been a topic of interaction (please describe the nature of this interaction) No	2 points 1 point 0 points	2 points	0
33. How does the bank engage with NGOs, think tanks and academics on the issue of climate change?	Regular meetings or phone calls Regular reporting Collaborative initiatives (please elaborate) Consultations (please give an example) Stakeholder committee Other (please specify) None of the above	0.5 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points	2.5 points	1.5
34. Please give an example of when a climate-related engagement with an NGO, think tank or academic has influenced and changed a policy or practice at the bank.	None of the above	0.5 points	0.5 points	0.5

Question	Possible Answers	Points	Max. Points	Bank's Score
Governance, strategy and implementation (max. 27 points)				
Strategy (max. 13 points)				
35. a. Does the bank have a strategy on climate change?	Yes, and it is a group-wide commitment aligned with the Paris Agreement Yes, and it is a group-wide commitment Yes, and it is aligned with the Paris Agreement Yes No	3 points 2 points 2 points 1 point 0 points 3 points	9 points	8
b. Is this strategy comprehensive, ie. does it address all areas which are relevant for banks in terms of climate change?	The policy addresses all of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses three of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses one or two of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation	2 points 1 point		
c. Is this strategy publicly available?	Yes No	1 point 0 points		
d. Are progress updates about this strategy disclosed?	Yes, at least annually. Yes, less than annually. No	2 points 1 point 0 points		
36. a. Is the bank planning to implement the recommendations of the Task Force on Climate-related Financial Disclosures? b. If yes, by what date is the bank intending to fully report against the recommendations?	Yes No (please explain) The bank is already doing so 2017 Annual Report 2018 Annual Report	2 points 0 points 2 points 1 point 0.5 points	4 points	0
Governance and implementation (max. 14 points)				
37. Is there board-level oversight of the climate strategy?	The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) and there is at least one board member with specific climate-related expertise The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) The board is involved in development of policies and targets (please outline this process) The board approves policies and targets No	3 points 2.5 points 1.5 points 1 point 0 points	3 points	1

Question	Possible Answers	Points	Max. Points	Bank's Score
38. a. How is awareness of climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition raised across the organisation? b. What percentage of employees has received training on climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition?	E-learning Seminars and workshops Conferences and other events Internal roadshows Other (please specify): Please indicate percentage.	0.5 points 0.5 points 0.5 points 0.5 points Up to 1 point (0.5 points each) Depending on percentage of employees trained: less than 20% - 0 points, 20% to 50% - 1.5 points, above 50% - 3 points	6 points	2.5
39. Are there any climate-related Key Performance Indicators (KPIs) or objectives for individuals or teams?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	2.5 points 1 point 1 point 0 points 2.5 points	2.5 points	2.5
40. Are those KPIs or objectives, if existent, translated into incentive structures and remuneration policies?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	1 point 1 point 1 point 0 points	2.5 points	2.5
162 points				
82.5				

Lloyds Banking Group

Score: 37 / 162
Category: Bystander



Scores converted into percentages to allow comparison between sections

Recommendations for investor engagement

Shareholders in Lloyds Banking Group are encouraged to request:

- Strengthening of the policies on coal mining and thermal coal power generation, oil and gas and deforestation and peatland exploitation, including more stringent exclusion criteria in line with <2°C scenarios
- Publication of the bank's position on topics such as subsidies for fossil fuel companies, incentives for low-carbon growth, the introduction of climate-related concerns into capital requirements regulation, the introduction or enhancement of carbon pricing mechanisms and climate-related disclosure requirements
- Publication of a group-wide, comprehensive strategy on climate change aligned with the aims of the Paris Agreement (including information about climate risk assessments and management, low-carbon products and services, policy engagements and collaboration with other actors and the governance and implementation of the strategy)

Further recommendations are available for Lloyds Banking Group and its shareholders upon request.

Question	Possible Answers	Points	Max. Points	Bank's Score
Risk assessment and management (max. 54 points)				
Risk assessment (max. 15 points)				
1. a. Are climate risk assessments embedded into traditional types of risk, including credit risk, market risk and liquidity risk? Please provide evidence.	Yes	2 points	3 points	2
b. Have the following committees discussed climate risk yet? If yes, please provide a brief summary of these discussions.	No (please explain)	0 points		
2. a. Does the bank use scenario analysis to assess value at risk under a variety of carbon pathways? Please specify which models are used for this analysis.	Group Risk Committee	0.5 points	4 points	0
	Group Audit Committee	0.5 points		
	Group Risk Committee and Group Audit Committee	1 point		
	Neither of the above	0 points		
	Yes, for <2°C scenarios and for all books / assets	1 point		
	Yes, for <2°C scenarios but only for some books / assets	0.5 points		
	Yes, for 2°C scenarios and for all books / assets	1 point		
	Yes, for 2°C scenarios but only for some books / assets	0.5 points		
	Yes, for 2°C+ scenarios and for all books / assets	1 point		
	Yes, for 2°C+ scenarios but only for some books / assets	0.5 points		
b. Is this information disclosed publicly?	No	0 points	4 points	0
	Yes	1 point		
3. a. In 2016, what was the amount of assets (in reporting currency) linked to the following sectors? What percentage of total assets does each represent? (If using an alternative categorisation, please explain.)	Oil & gas (carbon-related assets) [2 columns: absolute amount and percentage - same for other answer options]	0 points	4 points	0
	Coal (carbon-related assets)	Base scoring on percentage of carbon-related assets relative to total assets. For those banks that respond, award 3 points to the quartile with the lowest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the highest percentage. Provide 0.5 points for those banks that respond with partial information.		
	Electric utilities, excluding independent power and renewable electricity producer industries (carbon-related assets)			
	Air freight			
	Passenger air transportation			
	Maritime transportation			
	Rail transportation			
	Trucking services			
	Automobiles and components			
	Metals and mining			
	Chemicals			
	Construction materials			
	Capital goods			
	Real estate management and development			
	Beverages			
	Industrial-scale agriculture			
	Packaged foods and meats			
Paper and forest products				
Other (please specify)				
Total				
Yes	1 point			
No	0 points			

Question	Possible Answers	Points	Max. Points	Bank's Score
4. a. In 2016, to what extent was the bank involved in the underwriting of securities linked to the following sectors? Please disclose the absolute amount and the percentage of total securities underwritten.	Oil & gas (carbon-related assets) [2 columns: absolute amount and percentage - same for other answer options] Coal (carbon-related assets) Electric utilities, excluding independent power and renewable electricity producer industries (carbon-related assets) Air freight Passenger air transportation Maritime transportation Rail transportation Trucking services Automobiles and components Metals and mining Chemicals Construction materials Capital goods Real estate management and development Beverages Industrial-scale agriculture Packaged foods and meats Paper and forest products Other (please specify) Total Yes No	Base scoring on percentage of securities linked to carbon-related assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the lowest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the highest percentage. Provide 0.5 points for those banks that respond with partial information.	3 points	0
b. Is this information disclosed publicly?	Yes No	1 point 0 points Unscored		
5. a. What percentage of risk-weighted assets is carbon-related?	Oil & gas [2 columns: absolute amount and percentage - same for other answer options] Coal Electric utilities, excluding independent power and renewable electricity producer industries Yes No	1 point 0 points	1 point	0
b. Is this information disclosed publicly?	Yes No	1 point 0 points		
Risk management (max. 39 points)				
6. a. Does the bank have long-term objectives in terms of decreasing exposure to carbon-related assets or CO2e emissions (scope 3)? To what extent?	Yes, reducing exposure to zero Yes, reducing exposure by 50% or more Yes, reducing exposure by less than 50% No Reducing exposure to zero Reducing exposure by 50% or more Reducing exposure by less than 50% No objectives Yes No	5 points 3 points 1.5 points 0 points 3 points 2 points 1 point 0 points 1 point 0 points	9 points	0
b. Does the bank have long-term objectives in terms of decreasing its underwriting activities linked to carbon-related assets or CO2e emissions (scope 3)? To what extent?	Yes No	1 point 0 points		
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
7. a. What is the bank's group-wide policy regarding coal mining and coal power?	There is a policy which excludes any new or existing client depending on revenues from coal mining or coal power by more than 30% There is a policy which excludes any new or existing client depending on revenues from coal mining or coal power by more than 50% There is a policy which excludes project finance for coal mining and coal power globally There is a policy which excludes project finance for coal mining or coal power globally A policy, but not group-wide or does not fully exclude any of the above No coal policy At least annually At least every three years Less than every three years Yes No	2 points 1.5 points 1 point 0.5 points 0.5 points 0 points 1 point 0.5 points 0 points 1 point 0 points 3 points	5 points	2
b. How often is this reviewed?	At least annually At least every three years Less than every three years Yes No	0 points 1 point 0.5 points 0 points 0 points		
c. Is this policy publicly available?	Yes No	1 point 0 points		
8. a. What is the bank's group-wide policy regarding the provision of financial services that support the exploration and production of oil and gas reserves?	Policies excluding project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above, in addition to policies setting standards for upstream, midstream and downstream oil and gas operations Policies excluding project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above Policies excluding one or more of the following: project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above, in addition to policies setting standards for upstream, midstream and downstream oil and gas operations Policies excluding one or more of the following: project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above Policies setting standards for upstream, midstream and downstream oil and gas operations A policy, but not group-wide or does not apply any of the above No policy At least annually At least every three years Less than every three years Yes No	1.5 points 1.5 points 1.5 points 1 point 1.5 points 1.5 points 1 point 1.5 points 1.5 points 0.5 points 0 points 1 point 0.5 points 0 points 1 point 0 points	5 points	3
b. How often is this reviewed?	At least annually At least every three years Less than every three years Yes No	0 points 1 point 0.5 points 0 points 0 points		
c. Is this policy publicly available?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
9. a. Does the bank have a group-wide policy on deforestation, peatland expansion and exploitation, including respecting Free, Prior and Informed Consent - in line with the High Carbon Stock Approach?	A group-wide policy in line with the High Carbon Stock Approach - clients not acting in line or on a pathway towards acting in line with this approach are excluded A policy, but either not group-wide or not in line with the High Carbon Stock Approach	2 points		
b. How often is this reviewed?	No policy At least annually At least every three years Less than every three years	1 point 0 points 1 point 0.5 points 0 points	4 points	2.5
c. Is this policy publicly available?	Yes No	1 point 0 points		
10. a. What policies does the bank have in place regarding engagement with clients operating in the sectors most exposed to climate-related risks?	The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). Details on this are included in loan covenants. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients and outlines what the consequences for clients that fall short are. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment and sets clear objectives and timelines. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment. The bank does not engage with any clients in sectors most exposed to climate-related risks on <2°C alignment.	1 point 0 points 4 points 3 points 2 points	8 points	1
b. How often is this reviewed?	At least annually At least every three years Less than every three years	1 point 0.5 points 0 points		
c. Is this policy publicly available?	Yes No	1 point 0 points		
d. Does this engagement with clients include requests to adopt the TCFD recommendations?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
11. a. Does the bank factor in climate change when assessing risk associated with any new or existing business and price that risk accordingly? If yes, please provide evidence. b. Is information about this made publicly available?	Yes Partly (for some new or existing businesses, but not all) No Yes No Please explain	3 points 1.5 points 0 points 1 point 0 points	4 points	1.5
12. a. Does the bank pursue any other approaches to mitigating climate risks? b. Is information about this made publicly available?	Yes No Yes, annually. Yes, less than annually. No Please explain	Up to 2 points (1 point per approach) 1 point 0 points 1 point 0.5 points 0 points	3 points	2
13. Does the bank issue regular update reports to communicate the implementation of and progress made on its policies to assess/mitigate climate risks?	Yes No	1 point 0 points	1 point	0
Low-carbon products and services (max. 54 points)				
Current exposure and objectives (max. 24 points)				
14. a. In 2016, what was the amount of assets (in reporting currency) linked to low-carbon sectors? What percentage of total assets does this represent? (If using an alternative categorisation, please explain.)	[2 fields: amount and percentage]	Base scoring on percentage of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the lowest quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	7 points	0
b. What are the bank's long-term objectives in terms of increasing this percentage?		Base scoring on percentage of increase of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the lowest quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
15. a. In 2016, to what extent was the bank involved in the underwriting of securities linked to low-carbon sectors? Please disclose the absolute amount and the percentage of total securities underwritten.		Base scoring on percentage of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	5 points	0
b. What are the bank's objectives in terms of increasing this percentage?		Base scoring on percentage of increase of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
c. Is this information disclosed publicly?	Yes No Unscored	1 point 0 points		
16. a. What percentage of risk-weighted assets is linked to low-carbon sectors?				
b. Which tools has the bank put in place to lower the risk associated with some low-carbon assets?	First loss guarantee mechanisms Partial risk guarantee mechanisms Other (please specify)	1 point 1 point Up to 1 point	4 points	0
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
17. a. How much capital has the bank raised for its own activities via green bonds? What is the percentage of this compared to the total capital raised via debt markets? Please list each bond issued, the term and the quantum.		Base scoring on percentage of green bonds issued relative to total bonds issued. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points if at least one green bond has been issued, but no percentage provided.	4 points	0.5
b. Are those green bonds certified? Please list the certifying body for each green bond issued.	Yes No	2 points 0 points		
18. a. Does the bank seek out opportunities for adaptation finance? If yes, how is this achieved?	Yes (please specify)	3 points		
b. Is this information disclosed publicly?	Yes No	0 points 1 point 0 points	4 points	0
Framework (max. 25 points)				
19. How much resourcing and capacity is being allocated to support the development of low-carbon products and services systematically across the bank?	Each main division (including retail banking, commercial banking, corporate banking and investment banking as appropriate) has staff dedicated to developing low-carbon products and services within their department. Some of the main divisions have staff dedicated to developing low-carbon products and services within their department. There is dedicated staff working on the development of low-carbon products and services across the bank. None	5 points 2.5 points 2.5 points 0 points	5 points	2.5
20. What percentage of your total research budget is allocated to exploring low-carbon opportunities (either internally or via outsourcing)?		Base scoring on percentage. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0.5 points to the quartile with the lowest percentage - also 0.5 points if they prove there is a budget via research reports published, but cannot say how much	3 points	0

Question	Possible Answers	Points	Max. Points	Bank's Score
21. Please list an example of a low-carbon product or service the bank offers within each of the following divisions:	Retail banking, commercial banking, corporate banking, investment banking	Up to 8 points, 2 points each	8 points	6
22. How is the bank seeking to expand and promote these low-carbon products and services among its clients?	Communication with clients (list the following: newsletters, face-to-face meetings or phone calls, events, other (please elaborate)) Incentives (list the following: low collateral requirements for green loans, favourable loan pricing, lower fees, other (please elaborate)) Other (please elaborate)	Up to 3 points Up to 3 points Up to 3 points	9 points	3
Due diligence (max. 5 points)				
23. How does the bank certify and monitor low-carbon products and services to ensure their environmental sustainability?	Third party / independent reviews for all low-carbon assets followed up with regular update reports Third party / independent reviews for all low-carbon assets followed up with regular update reports Third party / independent reviews for some low-carbon assets followed up with regular update reports None of the above	3 points 2 points 2 points 0.5 points 0 points	3 points	0.5
24. Does the bank disclose information publicly to allow stakeholders to assess the environmental sustainability of low-carbon products and services?	Yes, for all low-carbon assets Yes, for some low-carbon assets No	2 points 1 point 0 points	2 points	0
Policy engagement and collaboration with other actors (max. 27 points)				
Policy and regulatory framework (max. 15 points)				
25. a. Is the bank engaging with policymakers on any legislation or policy designed to reduce GHG emissions or to promote an orderly transition to a low-carbon economy? b. Is the bank engaging with policymakers and regulators on financial regulation to ensure the rules governing the banking sector incentivise the sector's support for a low-carbon economy? c. If you answered yes to questions a/b, please provide an example. d. Is this information disclosed publicly?	Yes No Yes, on an international level Yes, on a national level No Engagement on GHG reductions / transition to a low-carbon economy: Engagement on financial regulation: Yes No / Partly Yes, and staff have been encouraged to bring up climate change as a concern in each meeting with policymakers or regulators. Yes No Subsidies for fossil fuel companies Incentives for low-carbon growth Introduction of climate-related concerns into capital requirements regulation Introduction or enhancement of a carbon tax / other carbon pricing mechanism Climate-related disclosure requirements Other (please elaborate)	2 points 0 points 2 points 1 point 0 points Up to 1 point Up to 1 point 1 point 0 points 2 points 1 point 0 points 1 point 1 point 1 point 1 point 1 point Up to 1 point	7 points	3
26. Are there time and resources within the public affairs team specifically allocated to supporting the transition to a low-carbon economy?	Yes No	2 points 0 points	2 points	0
27. Does the bank publish its position on the following climate-related policy and/or regulatory issues?	Yes No	1 point 0 points	1 point	0

Question	Possible Answers	Points	Max. Points	Bank's Score
Trade associations (max. 3 points)				
28. a. Please list the trade associations the bank is a member of. b. Is this information disclosed publicly?	Yes No Yes - please briefly outline how this is achieved No Yes (please specify) No	Unscored 1 point 0 points 1 point 0 points 1 point 0 points	2 points	0
29. Does the bank ensure the climate policies of the trade associations it is a member of are not inconsistent with its own?	Yes (please specify) No	1 point 0 points	1 point	0
30. Does the bank actively promote support for the low-carbon transition as a topic for policy engagements within the trade associations it is a member of?	Yes (please specify) No	1 point 0 points	1 point	0
Other initiatives (max. 9 points)				
31. Is the bank a member/signatory of any of the following climate-related initiatives?	Banking Environment Initiative Equator Principles United Nations Environment Programme Finance Initiative (UNEPFI) United Nations Environment Programme Finance Initiative (UNEPFI) banking sector initiative on TCFD recommendations Carbon Disclosure Project (CDP) Green Bond Principles Science-Based Targets Other (please specify) Yes, ongoing engagement (please describe this engagement) Yes, this has been a topic of interaction (please describe the nature of this interaction) No Regular meetings or phone calls Regular reporting Collaborative initiatives (please elaborate) Consultations (please give an example) Stakeholder committee Other (please specify) None of the above	0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points Up to 0.5 points 2 points 1 point 0 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points	4 points	2
32. Does the bank engage with credit rating agencies on the issue of climate change?	Yes, ongoing engagement (please describe this engagement) Yes, this has been a topic of interaction (please describe the nature of this interaction) No	2 points 1 point 0 points	2 points	0
33. How does the bank engage with NGOs, think tanks and academics on the issue of climate change?	Regular meetings or phone calls Regular reporting Collaborative initiatives (please elaborate) Consultations (please give an example) Stakeholder committee Other (please specify) None of the above	0.5 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points	2.5 points	0.5
34. Please give an example of when a climate-related engagement with an NGO, think tank or academic has influenced and changed a policy or practice at the bank.	None of the above	0.5 points	0.5 points	0.5

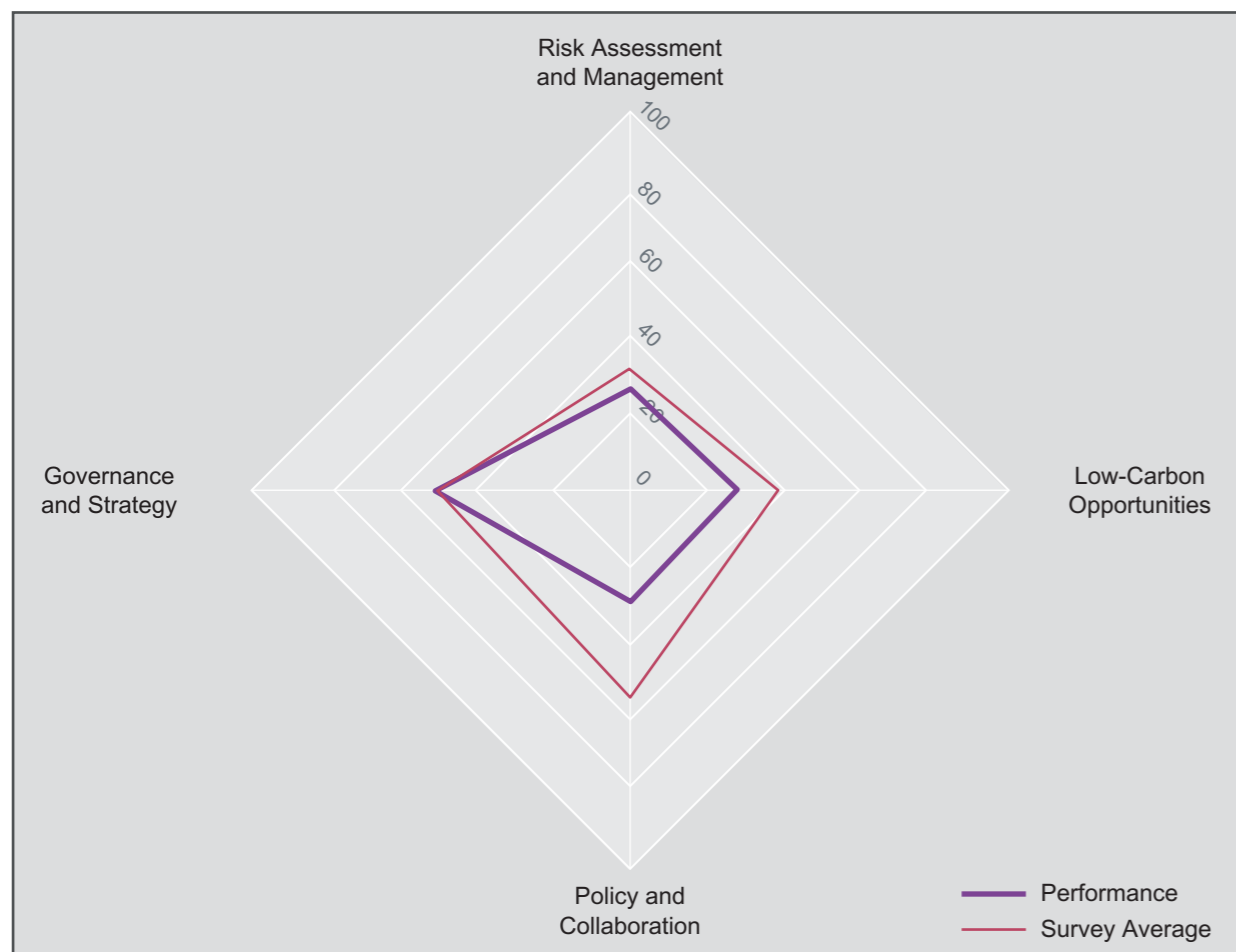
Question	Possible Answers	Points	Max. Points	Bank's Score
Governance, strategy and implementation (max. 27 points)				
Strategy (max. 13 points)				
35. a. Does the bank have a strategy on climate change?	Yes, and it is a group-wide commitment aligned with the Paris Agreement Yes, and it is a group-wide commitment Yes, and it is aligned with the Paris Agreement Yes No	3 points 2 points 2 points 1 point 0 points 3 points		
b. Is this strategy comprehensive, ie. does it address all areas which are relevant for banks in terms of climate change?	The policy addresses all of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses three of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses one or two of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation	2 points 1 point	9 points	0
c. Is this strategy publicly available?	Yes No	1 point 0 points		
d. Are progress updates about this strategy disclosed?	Yes, at least annually. Yes, less than annually. No	2 points 1 point 0 points		
36. a. Is the bank planning to implement the recommendations of the Task Force on Climate-related Financial Disclosures? b. If yes, by what date is the bank intending to fully report against the recommendations?	Yes No (please explain) The bank is already doing so 2017 Annual Report 2018 Annual Report	2 points 0 points 2 points 1 point 0.5 points	4 points	2
Governance and implementation (max. 14 points)				
37. Is there board-level oversight of the climate strategy?	The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) and there is at least one board member with specific climate-related expertise The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) The board is involved in development of policies and targets (please outline this process) The board approves policies and targets No	3 points 2.5 points 1.5 points 1 point 0 points	3 points	1

Question	Possible Answers	Points	Max. Points	Bank's Score
38. a. How is awareness of climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition raised across the organisation? b. What percentage of employees has received training on climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition?	E-learning Seminars and workshops Conferences and other events Internal roadshows Other (please specify): Please indicate percentage.	0.5 points 0.5 points 0.5 points 0.5 points Up to 1 point (0.5 points each) Depending on percentage of employees trained: less than 20% - 0 points, 20% to 50% - 1.5 points, above 50% - 3 points	6 points	1.5
39. Are there any climate-related Key Performance Indicators (KPIs) or objectives for individuals or teams?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	2.5 points 1 point 1 point 0 points 2.5 points	2.5 points	0
40. Are those KPIs or objectives, if existent, translated into incentive structures and remuneration policies?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	1 point 1 point 1 point 0 points	2.5 points	0
			162 points	37

Royal Bank of Scotland (RBS)

Score: 54 / 162

Category: Learner



Scores converted into percentages to allow comparison between sections

Recommendations for investor engagement

Shareholders in RBS are encouraged to request:

- Strengthening of the policies on coal mining and thermal coal power generation, oil and gas and deforestation and peatland exploitation, including more stringent exclusion criteria in line with <2°C scenarios
- Publication and strengthening of the engagement policy, in line with <2°C scenarios, including clear timelines and objectives for clients and the introduction of a request for adopting the TCFD recommendations
- Publication of the bank's position on topics such as subsidies for fossil fuel companies, incentives for low-carbon growth, the introduction of climate-related concerns into capital requirements regulation, the introduction or enhancement of carbon pricing mechanisms and climate-related disclosure requirements

Further recommendations are available for RBS and its shareholders upon request.

Question	Possible Answers	Points	Max. Points	Bank's Score
Risk assessment and management (max. 54 points)				
Risk assessment (max. 15 points)				
1. a. Are climate risk assessments embedded into traditional types of risk, including credit risk, market risk and liquidity risk? Please provide evidence.	Yes	2 points	3 points	2.5
b. Have the following committees discussed climate risk yet? If yes, please provide a brief summary of these discussions.	No (please explain)	0 points		
2. a. Does the bank use scenario analysis to assess value at risk under a variety of carbon pathways? Please specify which models are used for this analysis.	Group Risk Committee	0.5 points	4 points	0
	Group Audit Committee	0.5 points		
	Group Risk Committee and Group Audit Committee	1 point		
	Neither of the above	0 points		
	Yes, for <2°C scenarios and for all books / assets	1 point		
	Yes, for <2°C scenarios but only for some books / assets	0.5 points		
	Yes, for 2°C scenarios and for all books / assets	1 point		
	Yes, for 2°C scenarios but only for some books / assets	0.5 points		
	Yes, for 2°C+ scenarios and for all books / assets	1 point		
	Yes, for 2°C+ scenarios but only for some books / assets	0.5 points		
3. a. In 2016, what was the amount of assets (in reporting currency) linked to the following sectors? What percentage of total assets does each represent? (If using an alternative categorisation, please explain.)	No	0 points	4 points	0.5
	Yes	1 point		
	No	0 points		
	Oil & gas (carbon-related assets) [2 columns: absolute amount and percentage - same for other answer options]	Base scoring on percentage of carbon-related assets relative to total assets. For those banks that respond, award 3 points to the quartile with the lowest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the highest percentage. Provide 0.5 points for those banks that respond with partial information.		
	Coal (carbon-related assets)			
	Electric utilities, excluding independent power and renewable electricity producer industries (carbon-related assets)			
	Air freight			
	Passenger air transportation			
	Maritime transportation			
	Rail transportation			
Trucking services				
Automobiles and components				
Metals and mining				
Chemicals				
Construction materials				
Capital goods				
Real estate management and development				
Beverages				
Industrial-scale agriculture				
Packaged foods and meats				
Paper and forest products				
Other (please specify)				
Total				
Yes	1 point			
No	0 points			
b. Is this information disclosed publicly?				

Question	Possible Answers	Points	Max. Points	Bank's Score
4. a. In 2016, to what extent was the bank involved in the underwriting of securities linked to the following sectors? Please disclose the absolute amount and the percentage of total securities underwritten.	Oil & gas (carbon-related assets) [2 columns: absolute amount and percentage - same for other answer options] Coal (carbon-related assets) Electric utilities, excluding independent power and renewable electricity producer industries (carbon-related assets) Air freight Passenger air transportation Maritime transportation Rail transportation Trucking services Automobiles and components Metals and mining Chemicals Construction materials Capital goods Real estate management and development Beverages Industrial-scale agriculture Packaged foods and meats Paper and forest products Other (please specify) Total Yes No	Base scoring on percentage of securities linked to carbon-related assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the lowest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the highest percentage. Provide 0.5 points for those banks that respond with partial information.	3 points	0
b. Is this information disclosed publicly?	Yes No	1 point 0 points Unscored		
5. a. What percentage of risk-weighted assets is carbon-related?	Oil & gas [2 columns: absolute amount and percentage - same for other answer options] Coal Electric utilities, excluding independent power and renewable electricity producer industries Yes No	1 point 0 points	1 point	0
b. Is this information disclosed publicly?	Yes No	1 point 0 points		
Risk management (max. 39 points)				
6. a. Does the bank have long-term objectives in terms of decreasing exposure to carbon-related assets or CO2e emissions (scope 3)? To what extent?	Yes, reducing exposure to zero Yes, reducing exposure by 50% or more Yes, reducing exposure by less than 50% No Reducing exposure to zero Reducing exposure by 50% or more Reducing exposure by less than 50% No objectives Yes No	5 points 3 points 1.5 points 0 points 3 points 2 points 1 point 0 points 1 point 0 points	9 points	0
b. Does the bank have long-term objectives in terms of decreasing its underwriting activities linked to carbon-related assets or CO2e emissions (scope 3)? To what extent?	Yes No	1 point 0 points		
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
7. a. What is the bank's group-wide policy regarding coal mining and coal power?	There is a policy which excludes any new or existing client depending on revenues from coal mining or coal power by more than 30% There is a policy which excludes any new or existing client depending on revenues from coal mining or coal power by more than 50% There is a policy which excludes project finance for coal mining and coal power globally There is a policy which excludes project finance for coal mining or coal power globally A policy, but not group-wide or does not fully exclude any of the above No coal policy At least annually At least every three years Less than every three years Yes No	2 points 1.5 points 1 point 0.5 points 0.5 points 0 points 1 point 0.5 points 0 points 1 point 0 points 3 points	5 points	2
b. How often is this reviewed?	At least annually At least every three years Less than every three years Yes No	1.5 points 1.5 points 1.5 points 1 point 0 points		
c. Is this policy publicly available?	Yes No	1 point 0 points		
8. a. What is the bank's group-wide policy regarding the provision of financial services that support the exploration and production of oil and gas reserves?	Policies excluding project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above, in addition to policies setting standards for upstream, midstream and downstream oil and gas operations Policies excluding project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above Policies excluding one or more of the following: project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above, in addition to policies setting standards for upstream, midstream and downstream oil and gas operations Policies excluding one or more of the following: project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above Policies setting standards for upstream, midstream and downstream oil and gas operations A policy, but not group-wide or does not apply any of the above No policy At least annually At least every three years Less than every three years Yes No	3 points 1.5 points 1.5 points 1 point 1.5 points 1.5 points 1 point 1.5 points 1.5 points 0.5 points 0 points 1 point 0.5 points 0 points 1 point 0 points	5 points	2.5
b. How often is this reviewed?	At least annually At least every three years Less than every three years Yes No	1.5 points 1.5 points 1 point 0.5 points 0 points		
c. Is this policy publicly available?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
9. a. Does the bank have a group-wide policy on deforestation, peatland expansion and exploitation, including respecting Free, Prior and Informed Consent - in line with the High Carbon Stock Approach?	A group-wide policy in line with the High Carbon Stock Approach - clients not acting in line or on a pathway towards acting in line with this approach are excluded A policy, but either not group-wide or not in line with the High Carbon Stock Approach	2 points		
b. How often is this reviewed?	No policy At least annually At least every three years Less than every three years	1 point 0 points 1 point 0.5 points 0 points	4 points	2.5
c. Is this policy publicly available?	Yes No	1 point 0 points		
10. a. What policies does the bank have in place regarding engagement with clients operating in the sectors most exposed to climate-related risks?	The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). Details on this are included in loan covenants. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients and outlines what the consequences for clients that fall short are. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment and sets clear objectives and timelines. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment. The bank does not engage with any clients in sectors most exposed to climate-related risks on <2°C alignment.	4 points 3 points 2 points	8 points	1
b. How often is this reviewed?	At least annually At least every three years Less than every three years	1 point 0.5 points 0 points		
c. Is this policy publicly available?	Yes No	1 point 0 points		
d. Does this engagement with clients include requests to adopt the TCFD recommendations?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
11. a. Does the bank factor in climate change when assessing risk associated with any new or existing business and price that risk accordingly? If yes, please provide evidence. b. Is information about this made publicly available?	Yes Partly (for some new or existing businesses, but not all) No Yes No Please explain	3 points 1.5 points 0 points 1 point 0 points	4 points	1.5
12. a. Does the bank pursue any other approaches to mitigating climate risks? b. Is information about this made publicly available?	Yes No Yes, annually. Yes, less than annually. No Please explain	Up to 2 points (1 point per approach) 1 point 0 points 1 point 0.5 points 0 points	3 points	1
13. Does the bank issue regular update reports to communicate the implementation of and progress made on its policies to assess/mitigate climate risks?	Yes No	1 point 0 points	1 point	1
Low-carbon products and services (max. 54 points)				
Current exposure and objectives (max. 24 points)				
14. a. In 2016, what was the amount of assets (in reporting currency) linked to low-carbon sectors? What percentage of total assets does this represent? (If using an alternative categorisation, please explain.)	[2 fields: amount and percentage]	Base scoring on percentage of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the lowest quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	7 points	1
b. What are the bank's long-term objectives in terms of increasing this percentage?		Base scoring on percentage of increase of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the lowest quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
15. a. In 2016, to what extent was the bank involved in the underwriting of securities linked to low-carbon sectors? Please disclose the absolute amount and the percentage of total securities underwritten.		Base scoring on percentage of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	5 points	0.5
b. What are the bank's objectives in terms of increasing this percentage?		Base scoring on percentage of increase of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
c. Is this information disclosed publicly?	Yes No Unscored	1 point 0 points		
16. a. What percentage of risk-weighted assets is linked to low-carbon sectors?				
b. Which tools has the bank put in place to lower the risk associated with some low-carbon assets?	First loss guarantee mechanisms Partial risk guarantee mechanisms Other (please specify)	1 point 1 point Up to 1 point	4 points	0
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
17. a. How much capital has the bank raised for its own activities via green bonds? What is the percentage of this compared to the total capital raised via debt markets? Please list each bond issued, the term and the quantum.		Base scoring on percentage of green bonds issued relative to total bonds issued. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points if at least one green bond has been issued, but no percentage provided.	4 points	0
b. Are those green bonds certified? Please list the certifying body for each green bond issued.	Yes No	2 points 0 points		
18. a. Does the bank seek out opportunities for adaptation finance? If yes, how is this achieved?	Yes (please specify)	3 points		
b. Is this information disclosed publicly?	Yes No	0 points 1 point 0 points	4 points	0
Framework (max. 25 points)				
19. How much resourcing and capacity is being allocated to support the development of low-carbon products and services systematically across the bank?	Each main division (including retail banking, commercial banking, corporate banking and investment banking as appropriate) has staff dedicated to developing low-carbon products and services within their department. Some of the main divisions have staff dedicated to developing low-carbon products and services within their department. There is dedicated staff working on the development of low-carbon products and services across the bank. None	5 points 2.5 points 2.5 points 0 points	5 points	2.5
20. What percentage of your total research budget is allocated to exploring low-carbon opportunities (either internally or via outsourcing)?		Base scoring on percentage. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0.5 points to the quartile with the lowest percentage - also 0.5 points if they prove there is a budget via research reports published, but cannot say how much	3 points	0

Question	Possible Answers	Points	Max. Points	Bank's Score
21. Please list an example of a low-carbon product or service the bank offers within each of the following divisions:	Retail banking, commercial banking, corporate banking, investment banking	Up to 8 points, 2 points each	8 points	8
22. How is the bank seeking to expand and promote these low-carbon products and services among its clients?	Communication with clients (list the following: newsletters, face-to-face meetings or phone calls, events, other (please elaborate)) Incentives (list the following: low collateral requirements for green loans, favourable loan pricing, lower fees, other (please elaborate)) Other (please elaborate)	Up to 3 points Up to 3 points Up to 3 points	9 points	3
Due diligence (max. 5 points)				
23. How does the bank certify and monitor low-carbon products and services to ensure their environmental sustainability?	Third party / independent reviews for all low-carbon assets followed up with regular update reports Third party / independent reviews for all low-carbon assets Third party / independent reviews for some low-carbon assets followed up with regular update reports Third party / independent reviews for some low-carbon assets None of the above	3 points 2 points 2 points 0.5 points 0 points	3 points	0.5
24. Does the bank disclose information publicly to allow stakeholders to assess the environmental sustainability of low-carbon products and services?	Yes, for all low-carbon assets Yes, for some low-carbon assets No	2 points 1 point 0 points	2 points	1
Policy engagement and collaboration with other actors (max. 27 points)				
Policy and regulatory framework (max. 15 points)				
25. a. Is the bank engaging with policymakers on any legislation or policy designed to reduce GHG emissions or to promote an orderly transition to a low-carbon economy? b. Is the bank engaging with policymakers and regulators on financial regulation to ensure the rules governing the banking sector incentivise the sector's support for a low-carbon economy? c. If you answered yes to questions a/b, please provide an example. d. Is this information disclosed publicly?	Yes No Yes, on an international level Yes, on a national level No Engagement on GHG reductions / transition to a low-carbon economy: Engagement on financial regulation: Yes No / Partly Yes, and staff have been encouraged to bring up climate change as a concern in each meeting with policymakers or regulators. Yes No Subsidies for fossil fuel companies Incentives for low-carbon growth Introduction of climate-related concerns into capital requirements regulation Introduction or enhancement of a carbon tax / other carbon pricing mechanism Climate-related disclosure requirements Other (please elaborate)	2 points 0 points 2 points 1 point 0 points Up to 1 point Up to 1 point 1 point 0 points 2 points 1 point 0 points 2 points 1 point 0 points 1 point 1 point 1 point 1 point 1 point Up to 1 point	7 points	3
26. Are there time and resources within the public affairs team specifically allocated to supporting the transition to a low-carbon economy?	Yes No	2 points 0 points	2 points	0
27. Does the bank publish its position on the following climate-related policy and/or regulatory issues?	Yes No	1 point 0 points	1 point	0

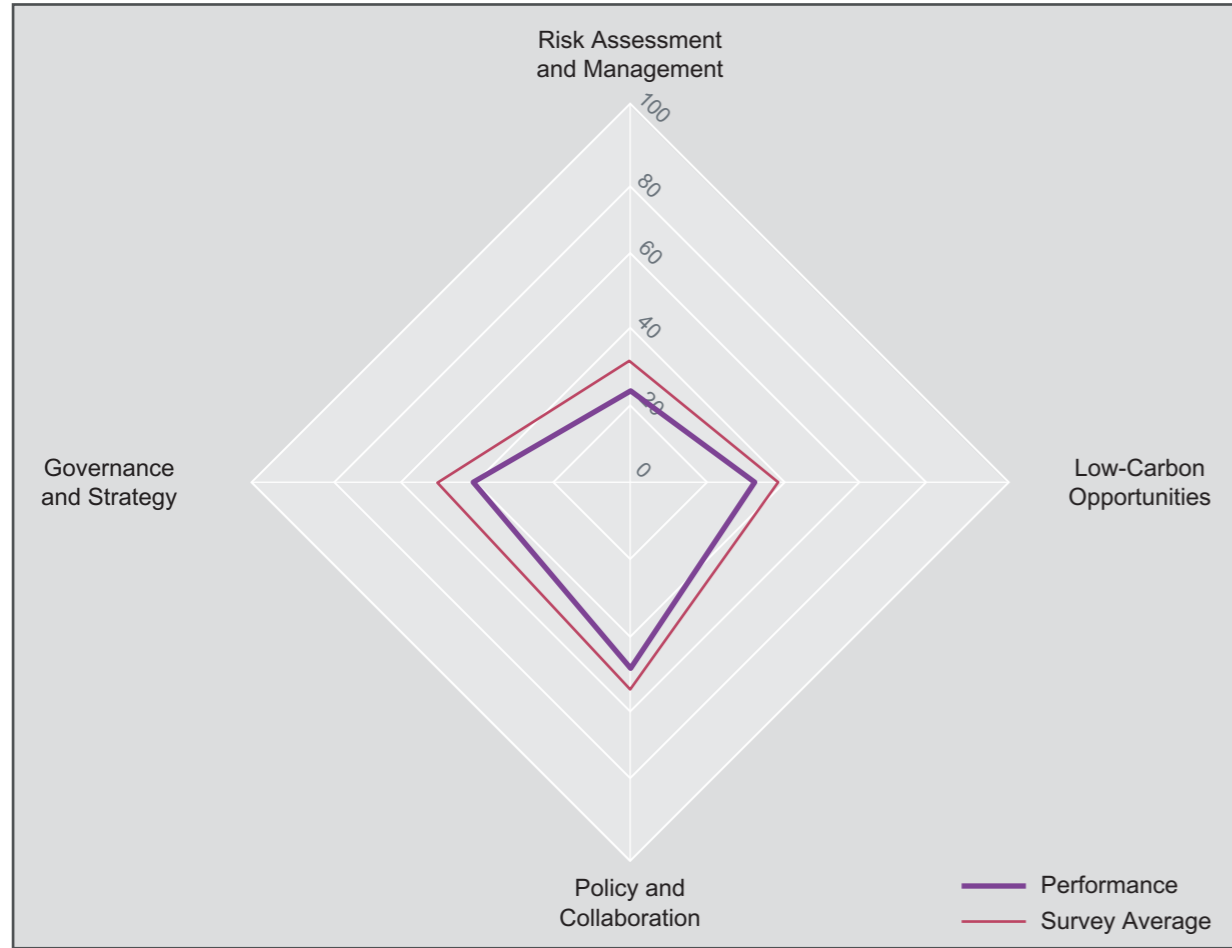
Question	Possible Answers	Points	Max. Points	Bank's Score
Trade associations (max. 3 points)				
28. a. Please list the trade associations the bank is a member of. b. Is this information disclosed publicly?	Yes No Yes - please briefly outline how this is achieved No Yes (please specify) No	Unscored 1 point 0 points 1 point 0 points 1 point 0 points	2 points	0
29. Does the bank ensure the climate policies of the trade associations it is a member of are not inconsistent with its own?	Yes (please specify) No	1 point 0 points	1 point	0
30. Does the bank actively promote support for the low-carbon transition as a topic for policy engagements within the trade associations it is a member of?	Yes (please specify) No	1 point 0 points	1 point	0
Other initiatives (max. 9 points)				
31. Is the bank a member/signatory of any of the following climate-related initiatives?	Banking Environment Initiative Equator Principles United Nations Environment Programme Finance Initiative (UNEPFI) United Nations Environment Programme Finance Initiative (UNEPFI) banking sector initiative on TCFD recommendations Carbon Disclosure Project (CDP) Green Bond Principles Science-Based Targets Other (please specify) Yes, ongoing engagement (please describe this engagement) Yes, this has been a topic of interaction (please describe the nature of this interaction) No Regular meetings or phone calls Regular reporting Collaborative initiatives (please elaborate) Consultations (please give an example) Stakeholder committee Other (please specify) None of the above	0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points Up to 0.5 points 2 points 1 point 0 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points	4 points	3
32. Does the bank engage with credit rating agencies on the issue of climate change?	Yes, ongoing engagement (please describe this engagement) Yes, this has been a topic of interaction (please describe the nature of this interaction) No	2 points 1 point 0 points	2 points	0
33. How does the bank engage with NGOs, think tanks and academics on the issue of climate change?	Regular meetings or phone calls Regular reporting Collaborative initiatives (please elaborate) Consultations (please give an example) Stakeholder committee Other (please specify) None of the above	0 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points	2.5 points	2
34. Please give an example of when a climate-related engagement with an NGO, think tank or academic has influenced and changed a policy or practice at the bank.	None of the above	0.5 points	0.5 points	0.5

Question	Possible Answers	Points	Max. Points	Bank's Score
Governance, strategy and implementation (max. 27 points)				
Strategy (max. 13 points)				
35. a. Does the bank have a strategy on climate change?	Yes, and it is a group-wide commitment aligned with the Paris Agreement Yes, and it is a group-wide commitment Yes, and it is aligned with the Paris Agreement Yes No	3 points 2 points 2 points 1 point 0 points 3 points		
b. Is this strategy comprehensive, ie. does it address all areas which are relevant for banks in terms of climate change?	The policy addresses all of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses three of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses one or two of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation	2 points 1 point	9 points	6
c. Is this strategy publicly available?	Yes No	1 point 0 points		
d. Are progress updates about this strategy disclosed?	Yes, at least annually. Yes, less than annually. No	2 points 1 point 0 points		
36. a. Is the bank planning to implement the recommendations of the Task Force on Climate-related Financial Disclosures? b. If yes, by what date is the bank intending to fully report against the recommendations?	Yes No (please explain) The bank is already doing so 2017 Annual Report 2018 Annual Report	2 points 0 points 2 points 1 point 0.5 points	4 points	2.5
Governance and implementation (max. 14 points)				
37. Is there board-level oversight of the climate strategy?	The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) and there is at least one board member with specific climate-related expertise The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) The board is involved in development of policies and targets (please outline this process) The board approves policies and targets No	3 points 2.5 points 1.5 points 1 point 0 points	3 points	1

Question	Possible Answers	Points	Max. Points	Bank's Score
38. a. How is awareness of climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition raised across the organisation? b. What percentage of employees has received training on climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition?	E-learning Seminars and workshops Conferences and other events Internal roadshows Other (please specify): Please indicate percentage.	0.5 points 0.5 points 0.5 points 0.5 points Up to 1 point (0.5 points each) Depending on percentage of employees trained: less than 20% - 0 points, 20% to 50% - 1.5 points, above 50% - 3 points	6 points	3
39. Are there any climate-related Key Performance Indicators (KPIs) or objectives for individuals or teams?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	2.5 points 1 point 1 point 0 points 2.5 points	2.5 points	1
40. Are those KPIs or objectives, if existent, translated into incentive structures and remuneration policies?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	1 point 1 point 1 point 0 points	2.5 points	1
			162 points	54

Santander Group

Score: 56.5 / 162
Category: Learner



Scores converted into percentages to allow comparison between sections

Recommendations for investor engagement

Shareholders in Santander Group are encouraged to request:

- Disclosure of the current percentage of assets linked to high- and low-carbon sectors relative to total assets and objectives going forward
- Strengthening of the policies on coal mining and thermal coal power generation, oil and gas and deforestation and peatland exploitation, including more stringent exclusion criteria in line with <2°C scenarios
- Publication and strengthening of the engagement policy, in line with <2°C scenarios, including clear timelines and objectives for clients and the introduction of a request for adopting the TCFD recommendations

Further recommendations are available for Santander Group and its shareholders upon request.

Question	Possible Answers	Points	Max. Points	Bank's Score
Risk assessment and management (max. 54 points)				
Risk assessment (max. 15 points)				
1. a. Are climate risk assessments embedded into traditional types of risk, including credit risk, market risk and liquidity risk? Please provide evidence.	Yes	2 points	3 points	0
b. Have the following committees discussed climate risk yet? If yes, please provide a brief summary of these discussions.	No (please explain)	0 points		
2. a. Does the bank use scenario analysis to assess value at risk under a variety of carbon pathways? Please specify which models are used for this analysis.	Group Risk Committee	0.5 points	4 points	0
	Group Audit Committee	0.5 points		
	Group Risk Committee and Group Audit Committee	1 point		
	Neither of the above	0 points		
	Yes, for <2°C scenarios and for all books / assets	1 point		
	Yes, for <2°C scenarios but only for some books / assets	0.5 points		
	Yes, for 2°C scenarios and for all books / assets	1 point		
	Yes, for 2°C scenarios but only for some books / assets	0.5 points		
	Yes, for 2°C+ scenarios and for all books / assets	1 point		
	Yes, for 2°C+ scenarios but only for some books / assets	0.5 points		
3. a. In 2016, what was the amount of assets (in reporting currency) linked to the following sectors? What percentage of total assets does each represent? (If using an alternative categorisation, please explain.)	No	0 points	4 points	0.5
	Yes	1 point		
	No	0 points		
	Oil & gas (carbon-related assets) [2 columns: absolute amount and percentage - same for other answer options]	Base scoring on percentage of carbon-related assets relative to total assets. For those banks that respond, award 3 points to the quartile with the lowest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the highest percentage. Provide 0.5 points for those banks that respond with partial information.		
	Coal (carbon-related assets)			
	Electric utilities, excluding independent power and renewable electricity producer industries (carbon-related assets)			
	Air freight			
	Passenger air transportation			
	Maritime transportation			
	Rail transportation			
Trucking services				
Automobiles and components				
Metals and mining				
Chemicals				
Construction materials				
Capital goods				
Real estate management and development				
Beverages				
Industrial-scale agriculture				
Packaged foods and meats				
Paper and forest products				
Other (please specify)				
Total				
Yes	1 point			
No	0 points			
b. Is this information disclosed publicly?				

Question	Possible Answers	Points	Max. Points	Bank's Score
4. a. In 2016, to what extent was the bank involved in the underwriting of securities linked to the following sectors? Please disclose the absolute amount and the percentage of total securities underwritten.	Oil & gas (carbon-related assets) [2 columns: absolute amount and percentage - same for other answer options] Coal (carbon-related assets) Electric utilities, excluding independent power and renewable electricity producer industries (carbon-related assets) Air freight Passenger air transportation Maritime transportation Rail transportation Trucking services Automobiles and components Metals and mining Chemicals Construction materials Capital goods Real estate management and development Beverages Industrial-scale agriculture Packaged foods and meats Paper and forest products Other (please specify) Total Yes No	Base scoring on percentage of securities linked to carbon-related assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the lowest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the highest percentage. Provide 0.5 points for those banks that respond with partial information.	3 points	0
b. Is this information disclosed publicly?	Yes No	1 point 0 points Unscored		
5. a. What percentage of risk-weighted assets is carbon-related?	Oil & gas [2 columns: absolute amount and percentage - same for other answer options] Coal Electric utilities, excluding independent power and renewable electricity producer industries Yes No	1 point 0 points	1 point	0
b. Is this information disclosed publicly?	Yes No	1 point 0 points		
Risk management (max. 39 points)				
6. a. Does the bank have long-term objectives in terms of decreasing exposure to carbon-related assets or CO2e emissions (scope 3)? To what extent?	Yes, reducing exposure to zero Yes, reducing exposure by 50% or more Yes, reducing exposure by less than 50% No Reducing exposure to zero Reducing exposure by 50% or more Reducing exposure by less than 50% No objectives Yes No	5 points 3 points 1.5 points 0 points 3 points 2 points 1 point 0 points 1 point 0 points	9 points	0
b. Does the bank have long-term objectives in terms of decreasing its underwriting activities linked to carbon-related assets or CO2e emissions (scope 3)? To what extent?	Yes No	1 point 0 points		
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
7. a. What is the bank's group-wide policy regarding coal mining and coal power?	There is a policy which excludes any new or existing client depending on revenues from coal mining or coal power by more than 30% There is a policy which excludes any new or existing client depending on revenues from coal mining or coal power by more than 50% There is a policy which excludes project finance for coal mining and coal power globally There is a policy which excludes project finance for coal mining or coal power globally A policy, but not group-wide or does not fully exclude any of the above No coal policy At least annually At least every three years Less than every three years Yes No	2 points 1.5 points 1 point 0.5 points 0.5 points 0 points 1 point 0.5 points 0 points 1 point 0 points 3 points	5 points	1.5
b. How often is this reviewed?	At least annually At least every three years Less than every three years Yes No	0 points 1 point 0.5 points 0 points 0 points		
c. Is this policy publicly available?	Yes No	1 point 0 points		
8. a. What is the bank's group-wide policy regarding the provision of financial services that support the exploration and production of oil and gas reserves?	Policies excluding project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above, in addition to policies setting standards for upstream, midstream and downstream oil and gas operations Policies excluding project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above Policies excluding one or more of the following: project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above, in addition to policies setting standards for upstream, midstream and downstream oil and gas operations Policies excluding one or more of the following: project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above Policies setting standards for upstream, midstream and downstream oil and gas operations A policy, but not group-wide or does not apply any of the above No policy At least annually At least every three years Less than every three years Yes No	1.5 points 1.5 points 1.5 points 1 point 1.5 points 1.5 points 1 point 1.5 points 1.5 points 0.5 points 0 points 1 point 0.5 points 0 points 1 point 0 points	5 points	2.5
b. How often is this reviewed?	At least annually At least every three years Less than every three years Yes No	0 points 1 point 0.5 points 0 points 0 points		
c. Is this policy publicly available?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
9. a. Does the bank have a group-wide policy on deforestation, peatland expansion and exploitation, including respecting Free, Prior and Informed Consent - in line with the High Carbon Stock Approach?	A group-wide policy in line with the High Carbon Stock Approach - clients not acting in line or on a pathway towards acting in line with this approach are excluded A policy, but either not group-wide or not in line with the High Carbon Stock Approach	2 points		
b. How often is this reviewed?	No policy At least annually At least every three years Less than every three years	1 point 0 points 1 point 0.5 points 0 points	4 points	2
c. Is this policy publicly available?	Yes No	1 point 0 points		
10. a. What policies does the bank have in place regarding engagement with clients operating in the sectors most exposed to climate-related risks?	The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). Details on this are included in loan covenants. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients and outlines what the consequences for clients that fall short are. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment. The bank does not engage with any clients in sectors most exposed to climate-related risks on <2°C alignment.	4 points 3 points 2 points	8 points	1
b. How often is this reviewed?	At least annually At least every three years Less than every three years	1 point 0.5 points 0 points		
c. Is this policy publicly available?	Yes No	1 point 0 points		
d. Does this engagement with clients include requests to adopt the TCFD recommendations?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
11. a. Does the bank factor in climate change when assessing risk associated with any new or existing business and price that risk accordingly? If yes, please provide evidence. b. Is information about this made publicly available?	Yes Partly (for some new or existing businesses, but not all) No Yes No Please explain	3 points 1.5 points 0 points 1 point 0 points Up to 2 points (1 point per approach)	4 points	2.5
12. a. Does the bank pursue any other approaches to mitigating climate risks? b. Is information about this made publicly available?	Yes No	1 point 0 points	3 points	2
13. Does the bank issue regular update reports to communicate the implementation of and progress made on its policies to assess/mitigate climate risks?	Yes, annually. Yes, less than annually. No	1 point 0.5 points 0 points	1 point	1
Low-carbon products and services (max. 54 points)				
Current exposure and objectives (max. 24 points)				
14. a. In 2016, what was the amount of assets (in reporting currency) linked to low-carbon sectors? What percentage of total assets does this represent? (If using an alternative categorisation, please explain.)	[2 fields: amount and percentage]	Base scoring on percentage of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the lowest quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	7 points	0.5
b. What are the bank's long-term objectives in terms of increasing this percentage?		Base scoring on percentage of increase of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the lowest quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
15. a. In 2016, to what extent was the bank involved in the underwriting of securities linked to low-carbon sectors? Please disclose the absolute amount and the percentage of total securities underwritten.		Base scoring on percentage of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	5 points	0.5
b. What are the bank's objectives in terms of increasing this percentage?		Base scoring on percentage of increase of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
c. Is this information disclosed publicly?	Yes No Unscored	1 point 0 points		
16. a. What percentage of risk-weighted assets is linked to low-carbon sectors?				
b. Which tools has the bank put in place to lower the risk associated with some low-carbon assets?	First loss guarantee mechanisms Partial risk guarantee mechanisms Other (please specify)	1 point 1 point Up to 1 point	4 points	0
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
17. a. How much capital has the bank raised for its own activities via green bonds? What is the percentage of this compared to the total capital raised via debt markets? Please list each bond issued, the term and the quantum.		Base scoring on percentage of green bonds issued relative to total bonds issued. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points if at least one green bond has been issued, but no percentage provided.	4 points	2.5
b. Are those green bonds certified? Please list the certifying body for each green bond issued.	Yes No	2 points 0 points		
18. a. Does the bank seek out opportunities for adaptation finance? If yes, how is this achieved?	Yes (please specify)	3 points		
b. Is this information disclosed publicly?	Yes No	0 points 1 point 0 points	4 points	0
Framework (max. 25 points)				
19. How much resourcing and capacity is being allocated to support the development of low-carbon products and services systematically across the bank?	Each main division (including retail banking, commercial banking, corporate banking and investment banking as appropriate) has staff dedicated to developing low-carbon products and services within their department. Some of the main divisions have staff dedicated to developing low-carbon products and services within their department. There is dedicated staff working on the development of low-carbon products and services across the bank. None	5 points 2.5 points 2.5 points 0 points	5 points	2.5
20. What percentage of your total research budget is allocated to exploring low-carbon opportunities (either internally or via outsourcing)?		Base scoring on percentage. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0.5 points to the quartile with the lowest percentage - also 0.5 points if they prove there is a budget via research reports published, but cannot say how much	3 points	0

Question	Possible Answers	Points	Max. Points	Bank's Score
21. Please list an example of a low-carbon product or service the bank offers within each of the following divisions: 22. How is the bank seeking to expand and promote these low-carbon products and services among its clients?	Retail banking, commercial banking, corporate banking, investment banking Communication with clients (list the following: newsletters, face-to-face meetings or phone calls, events, other (please elaborate)) Incentives (list the following: low collateral requirements for green loans, favourable loan pricing, lower fees, other (please elaborate)) Other (please elaborate)	Up to 8 points, 2 points each Up to 3 points Up to 3 points Up to 3 points	8 points 9 points	8 3
Due diligence (max. 5 points)				
23. How does the bank certify and monitor low-carbon products and services to ensure their environmental sustainability?	Third party / independent reviews for all low-carbon assets followed up with regular update reports Third party / independent reviews for all low-carbon assets followed up with regular update reports Third party / independent reviews for some low-carbon assets None of the above Yes, for all low-carbon assets Yes, for some low-carbon assets No	3 points 2 points 2 points 0.5 points 0 points 2 points 1 point 0 points	3 points	0.5
24. Does the bank disclose information publicly to allow stakeholders to assess the environmental sustainability of low-carbon products and services?	Yes, for all low-carbon assets Yes, for some low-carbon assets No	2 points 1 point 0 points	2 points	1
Policy engagement and collaboration with other actors (max. 27 points)				
Policy and regulatory framework (max. 15 points)				
25. a. Is the bank engaging with policymakers on any legislation or policy designed to reduce GHG emissions or to promote an orderly transition to a low-carbon economy? b. Is the bank engaging with policymakers and regulators on financial regulation to ensure the rules governing the banking sector incentivise the sector's support for a low-carbon economy? c. If you answered yes to questions a/b, please provide an example. d. Is this information disclosed publicly?	Yes No Yes, on an international level Yes, on a national level No Engagement on GHG reductions / transition to a low-carbon economy: Engagement on financial regulation: Yes No / Partly Yes, and staff have been encouraged to bring up climate change as a concern in each meeting with policymakers or regulators. Yes No Subsidies for fossil fuel companies Incentives for low-carbon growth Introduction of climate-related concerns into capital requirements regulation Introduction or enhancement of a carbon tax / other carbon pricing mechanism Climate-related disclosure requirements Other (please elaborate)	2 points 0 points 2 points 1 point 0 points Up to 1 point Up to 1 point 1 point 0 points 2 points 1 point 0 points 1 point 1 point 1 point 1 point 1 point 1 point Up to 1 point	7 points	6
26. Are there time and resources within the public affairs team specifically allocated to supporting the transition to a low-carbon economy?	Yes No	2 points 1 point	2 points	1
27. Does the bank publish its position on the following climate-related policy and/or regulatory issues?	Yes No	1 point 0 points	1 point	2

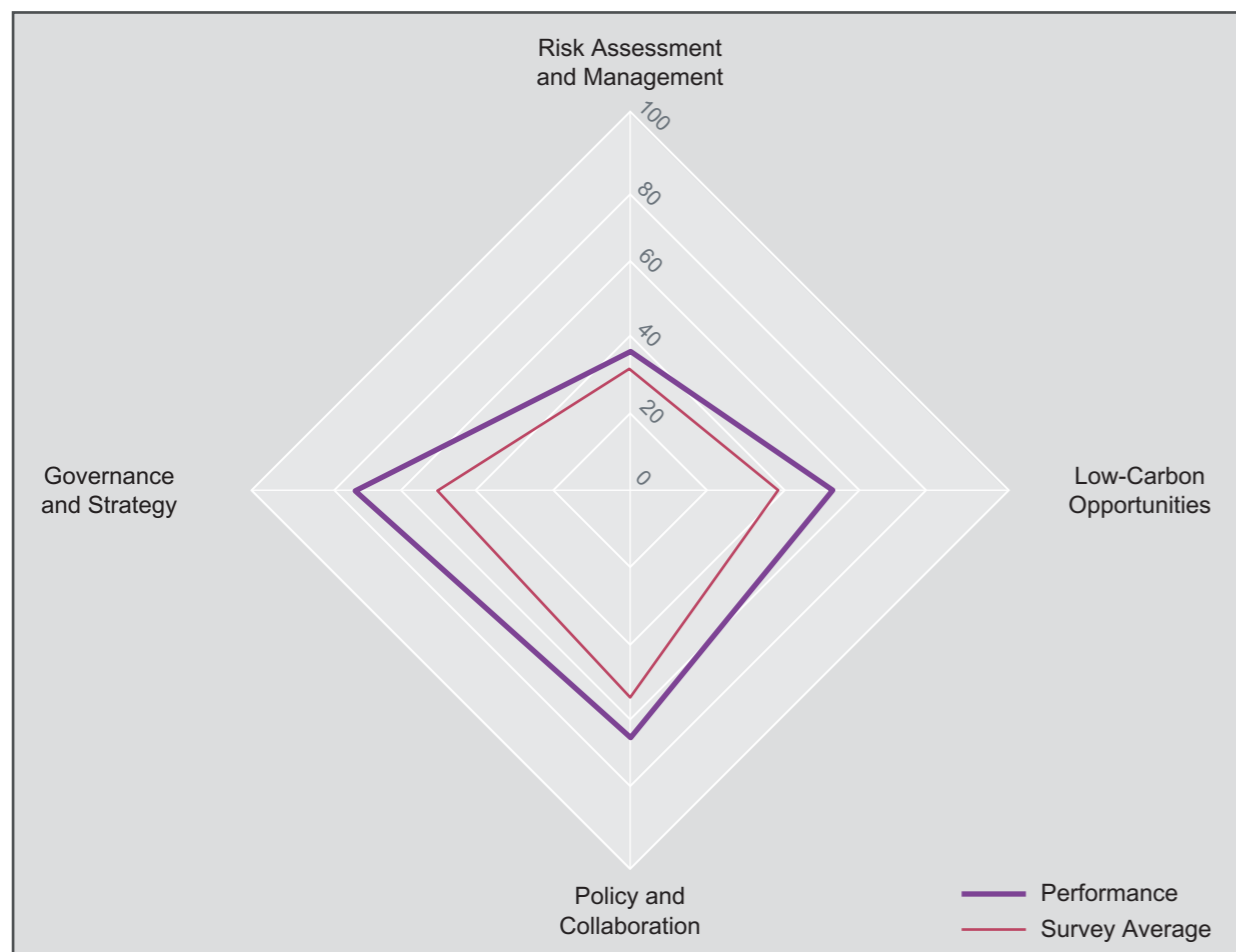
Question	Possible Answers	Points	Max. Points	Bank's Score
Trade associations (max. 3 points)				
28. a. Please list the trade associations the bank is a member of. b. Is this information disclosed publicly?	Yes No Yes - please briefly outline how this is achieved No Yes (please specify) No	Unscored 1 point 0 points 1 point 0 points 1 point 0 points	2 points	0
29. Does the bank ensure the climate policies of the trade associations it is a member of are not inconsistent with its own? 30. Does the bank actively promote support for the low-carbon transition as a topic for policy engagements within the trade associations it is a member of?	Yes No	1 point 0 points	1 point	0
Other initiatives (max. 9 points)				
31. Is the bank a member/signatory of any of the following climate-related initiatives?	Banking Environment Initiative Equator Principles United Nations Environment Programme Finance Initiative (UNEPFI) United Nations Environment Programme Finance Initiative (UNEPFI) banking sector initiative on TCFD recommendations Carbon Disclosure Project (CDP) Green Bond Principles Science-Based Targets Other (please specify) Yes, ongoing engagement (please describe this engagement) Yes, this has been a topic of interaction (please describe the nature of this interaction) No	0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points Up to 0.5 points 2 points 1 point 0 points	4 points	3
32. Does the bank engage with credit rating agencies on the issue of climate change?	Yes, ongoing engagement (please describe this engagement) Yes, this has been a topic of interaction (please describe the nature of this interaction) No	2 points 1 point 0 points	2 points	0
33. How does the bank engage with NGOs, think tanks and academics on the issue of climate change?	Regular meetings or phone calls Regular reporting Collaborative initiatives (please elaborate) Consultations (please give an example) Stakeholder committee Other (please specify) None of the above	0.5 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points	2.5 points	1.5
34. Please give an example of when a climate-related engagement with an NGO, think tank or academic has influenced and changed a policy or practice at the bank.	None of the above	0.5 points	0.5 points	0.5

Question	Possible Answers	Points	Max. Points	Bank's Score
Governance, strategy and implementation (max. 27 points)				
Strategy (max. 13 points)				
35. a. Does the bank have a strategy on climate change?	Yes, and it is a group-wide commitment aligned with the Paris Agreement Yes, and it is a group-wide commitment Yes, and it is aligned with the Paris Agreement Yes No	3 points 2 points 2 points 1 point 0 points 3 points	9 points	5
b. Is this strategy comprehensive, ie. does it address all areas which are relevant for banks in terms of climate change?	The policy addresses all of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses three of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses one or two of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation	2 points 1 point		
c. Is this strategy publicly available?	Yes No	1 point 0 points		
d. Are progress updates about this strategy disclosed?	Yes, at least annually. Yes, less than annually. No	2 points 1 point 0 points		
36. a. Is the bank planning to implement the recommendations of the Task Force on Climate-related Financial Disclosures? b. If yes, by what date is the bank intending to fully report against the recommendations?	Yes No (please explain) The bank is already doing so 2017 Annual Report 2018 Annual Report	2 points 0 points 2 points 1 point 0.5 points	4 points	2
Governance and implementation (max. 14 points)				
37. Is there board-level oversight of the climate strategy?	The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) and there is at least one board member with specific climate-related expertise The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) The board is involved in development of policies and targets (please outline this process) The board approves policies and targets No	3 points 2.5 points 1.5 points 1 point 0 points	3 points	1.5

Question	Possible Answers	Points	Max. Points	Bank's Score
38. a. How is awareness of climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition raised across the organisation? b. What percentage of employees has received training on climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition?	E-learning Seminars and workshops Conferences and other events Internal roadshows Other (please specify): Please indicate percentage.	0.5 points 0.5 points 0.5 points 0.5 points Up to 1 point (0.5 points each) Depending on percentage of employees trained: less than 20% - 0 points, 20% to 50% - 1.5 points, above 50% - 3 points	6 points	2.5
39. Are there any climate-related Key Performance Indicators (KPIs) or objectives for individuals or teams?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	2.5 points 1 point 1 point 0 points 2.5 points	2.5 points	0
40. Are those KPIs or objectives, if existent, translated into incentive structures and remuneration policies?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	1 point 1 point 0 points 2.5 points	2.5 points	0
162 points				
56.5				

Societe Generale

Score: 89 / 162
Category: Challenger



Scores converted into percentages to allow comparison between sections

Recommendations for investor engagement

Shareholders in Societe Generale are encouraged to request:

- Integration of <2°C scenarios in the bank's scenario analysis
- Disclosure of the current percentage of assets linked to high- and low-carbon sectors relative to total assets and objectives going forward
- Strengthening of the policies on coal mining and thermal coal power generation, oil and gas and deforestation and peatland exploitation, including more stringent exclusion criteria in line with <2°C scenarios

Further recommendations are available for Societe Generale and its shareholders upon request.

Question	Possible Answers	Points	Max. Points	Bank's Score
Risk assessment and management (max. 54 points)				
Risk assessment (max. 15 points)				
1. a. Are climate risk assessments embedded into traditional types of risk, including credit risk, market risk and liquidity risk? Please provide evidence.	Yes	2 points	3 points	2.5
b. Have the following committees discussed climate risk yet? If yes, please provide a brief summary of these discussions.	No (please explain)	0 points		
2. a. Does the bank use scenario analysis to assess value at risk under a variety of carbon pathways? Please specify which models are used for this analysis.	Group Risk Committee	0.5 points	4 points	0.5
	Group Audit Committee	0.5 points		
	Group Risk Committee and Group Audit Committee	1 point		
	Neither of the above	0 points		
	Yes, for <2°C scenarios and for all books / assets	1 point		
	Yes, for <2°C scenarios but only for some books / assets	0.5 points		
	Yes, for 2°C scenarios and for all books / assets	1 point		
	Yes, for 2°C scenarios but only for some books / assets	0.5 points		
	Yes, for 2°C+ scenarios and for all books / assets	1 point		
	Yes, for 2°C+ scenarios but only for some books / assets	0.5 points		
3. a. In 2016, what was the amount of assets (in reporting currency) linked to the following sectors? What percentage of total assets does each represent? (If using an alternative categorisation, please explain.)	No	0 points	4 points	0.5
	Yes	1 point		
	No	0 points		
	Oil & gas (carbon-related assets) [2 columns: absolute amount and percentage - same for other answer options]	Base scoring on percentage of carbon-related assets relative to total assets. For those banks that respond, award 3 points to the quartile with the lowest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the highest percentage. Provide 0.5 points for those banks that respond with partial information.		
	Coal (carbon-related assets)			
	Electric utilities, excluding independent power and renewable electricity producer industries (carbon-related assets)			
	Air freight			
	Passenger air transportation			
	Maritime transportation			
	Rail transportation			
Trucking services				
Automobiles and components				
Metals and mining				
Chemicals				
Construction materials				
Capital goods				
Real estate management and development				
Beverages				
Industrial-scale agriculture				
Packaged foods and meats				
Paper and forest products				
Other (please specify)				
Total				
Yes	1 point			
No	0 points			
b. Is this information disclosed publicly?				

Question	Possible Answers	Points	Max. Points	Bank's Score
4. a. In 2016, to what extent was the bank involved in the underwriting of securities linked to the following sectors? Please disclose the absolute amount and the percentage of total securities underwritten.	Oil & gas (carbon-related assets) [2 columns: absolute amount and percentage - same for other answer options] Coal (carbon-related assets) Electric utilities, excluding independent power and renewable electricity producer industries (carbon-related assets) Air freight Passenger air transportation Maritime transportation Rail transportation Trucking services Automobiles and components Metals and mining Chemicals Construction materials Capital goods Real estate management and development Beverages Industrial-scale agriculture Packaged foods and meats Paper and forest products Other (please specify) Total Yes No	Base scoring on percentage of securities linked to carbon-related assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the lowest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the highest percentage. Provide 0.5 points for those banks that respond with partial information.	3 points	0
b. Is this information disclosed publicly?	Yes No	1 point 0 points Unscored		
5. a. What percentage of risk-weighted assets is carbon-related?	Oil & gas [2 columns: absolute amount and percentage - same for other answer options] Coal Electric utilities, excluding independent power and renewable electricity producer industries Yes No	1 point 0 points	1 point	0
b. Is this information disclosed publicly?	Yes No	1 point 0 points		
Risk management (max. 39 points)				
6. a. Does the bank have long-term objectives in terms of decreasing exposure to carbon-related assets or CO2e emissions (scope 3)? To what extent?	Yes, reducing exposure to zero Yes, reducing exposure by 50% or more Yes, reducing exposure by less than 50% No Reducing exposure to zero Reducing exposure by 50% or more Reducing exposure by less than 50% No objectives Yes No	5 points 3 points 1.5 points 0 points 3 points 2 points 1 point 0 points 1 point 0 points	9 points	2.5
b. Does the bank have long-term objectives in terms of decreasing its underwriting activities linked to carbon-related assets or CO2e emissions (scope 3)? To what extent?	Yes No	1 point 0 points		
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
7. a. What is the bank's group-wide policy regarding coal mining and coal power?	There is a policy which excludes any new or existing client depending on revenues from coal mining or coal power by more than 30% There is a policy which excludes any new or existing client depending on revenues from coal mining or coal power by more than 50% There is a policy which excludes project finance for coal mining and coal power globally There is a policy which excludes project finance for coal mining or coal power globally A policy, but not group-wide or does not fully exclude any of the above No coal policy At least annually At least every three years Less than every three years Yes No	2 points 1.5 points 1 point 0.5 points 0.5 points 0 points 1 point 0.5 points 0 points 1 point 0 points 3 points	5 points	2
b. How often is this reviewed?	At least annually At least every three years Less than every three years Yes No	1.5 points 1.5 points 1.5 points 1 point 0 points		
c. Is this policy publicly available?	At least annually At least every three years Less than every three years Yes No	1 point 0.5 points 0 points 1 point 0 points		
8. a. What is the bank's group-wide policy regarding the provision of financial services that support the exploration and production of oil and gas reserves?	Policies excluding project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above, in addition to policies setting standards for upstream, midstream and downstream oil and gas operations Policies excluding project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above Policies excluding one or more of the following: project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above, in addition to policies setting standards for upstream, midstream and downstream oil and gas operations Policies excluding one or more of the following: project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above Policies setting standards for upstream, midstream and downstream oil and gas operations A policy, but not group-wide or does not apply any of the above No policy At least annually At least every three years Less than every three years Yes No	3 points 1.5 points 1.5 points 1 point 1.5 points 1.5 points 1 point 1.5 points 1.5 points 0.5 points 0 points 1 point 0.5 points 0 points 1 point 0 points	5 points	2.5
b. How often is this reviewed?	At least annually At least every three years Less than every three years Yes No	1 point 0.5 points 0 points 1 point 0 points		
c. Is this policy publicly available?	At least annually At least every three years Less than every three years Yes No	1 point 0.5 points 0 points 1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
9. a. Does the bank have a group-wide policy on deforestation, peatland expansion and exploitation, including respecting Free, Prior and Informed Consent - in line with the High Carbon Stock Approach?	A group-wide policy in line with the High Carbon Stock Approach - clients not acting in line or on a pathway towards acting in line with this approach are excluded A policy, but either not group-wide or not in line with the High Carbon Stock Approach	2 points		
b. How often is this reviewed?	No policy At least annually At least every three years Less than every three years	1 point 0 points 1 point 0.5 points 0 points	4 points	2.5
c. Is this policy publicly available?	Yes No	1 point 0 points		
10. a. What policies does the bank have in place regarding engagement with clients operating in the sectors most exposed to climate-related risks?	The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). Details on this are included in loan covenants. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients and outlines what the consequences for clients that fall short are. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment and sets clear objectives and timelines.	4 points		
b. How often is this reviewed?	The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment. The bank does not engage with any clients in sectors most exposed to climate-related risks on <2°C alignment.	3 points	8 points	1
c. Is this policy publicly available?	At least annually At least every three years Less than every three years	2 points		
d. Does this engagement with clients include requests to adopt the TCFD recommendations?	Yes No Yes No	1 point 0 points 1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
11. a. Does the bank factor in climate change when assessing risk associated with any new or existing business and price that risk accordingly? If yes, please provide evidence. b. Is information about this made publicly available?	Yes Partly (for some new or existing businesses, but not all) No Yes No	3 points 1.5 points 0 points 1 point 0 points	4 points	3
12. a. Does the bank pursue any other approaches to mitigating climate risks? b. Is information about this made publicly available?	Please explain Yes No	Up to 2 points (1 point per approach) 1 point 0 points	3 points	2
13. Does the bank issue regular update reports to communicate the implementation of and progress made on its policies to assess/mitigate climate risks?	Yes, annually. Yes, less than annually. No	1 point 0.5 points 0 points	1 point	1
Low-carbon products and services (max. 54 points)				
Current exposure and objectives (max. 24 points)				
14. a. In 2016, what was the amount of assets (in reporting currency) linked to low-carbon sectors? What percentage of total assets does this represent? (If using an alternative categorisation, please explain.)	[2 fields: amount and percentage]	Base scoring on percentage of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the lowest quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
b. What are the bank's long-term objectives in terms of increasing this percentage?		Base scoring on percentage of increase of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the lowest quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	7 points	1
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
15. a. In 2016, to what extent was the bank involved in the underwriting of securities linked to low-carbon sectors? Please disclose the absolute amount and the percentage of total securities underwritten.		Base scoring on percentage of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	5 points	0.5
b. What are the bank's objectives in terms of increasing this percentage?		Base scoring on percentage of increase of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
c. Is this information disclosed publicly?	Yes No Unscored	1 point 0 points		
16. a. What percentage of risk-weighted assets is linked to low-carbon sectors?				
b. Which tools has the bank put in place to lower the risk associated with some low-carbon assets?	First loss guarantee mechanisms Partial risk guarantee mechanisms Other (please specify)	1 point 1 point Up to 1 point	4 points	0
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
17. a. How much capital has the bank raised for its own activities via green bonds? What is the percentage of this compared to the total capital raised via debt markets? Please list each bond issued, the term and the quantum.		Base scoring on percentage of green bonds issued relative to total bonds issued. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points if at least one green bond has been issued, but no percentage provided.	4 points	4
b. Are those green bonds certified? Please list the certifying body for each green bond issued.	Yes No	2 points 0 points		
18. a. Does the bank seek out opportunities for adaptation finance? If yes, how is this achieved?	Yes (please specify)	3 points		
b. Is this information disclosed publicly?	Yes No	0 points 1 point 0 points	4 points	3
Framework (max. 25 points)				
19. How much resourcing and capacity is being allocated to support the development of low-carbon products and services systematically across the bank?	Each main division (including retail banking, commercial banking, corporate banking and investment banking as appropriate) has staff dedicated to developing low-carbon products and services within their department. Some of the main divisions have staff dedicated to developing low-carbon products and services within their department. There is dedicated staff working on the development of low-carbon products and services across the bank. None	5 points 2.5 points 2.5 points 0 points	5 points	5
20. What percentage of your total research budget is allocated to exploring low-carbon opportunities (either internally or via outsourcing)?		Base scoring on percentage. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0.5 points to the quartile with the lowest percentage - also 0.5 points if they prove there is a budget via research reports published, but cannot say how much	3 points	0.5

Question	Possible Answers	Points	Max. Points	Bank's Score
21. Please list an example of a low-carbon product or service the bank offers within each of the following divisions:	Retail banking, commercial banking, corporate banking, investment banking	Up to 8 points, 2 points each	8 points	8
22. How is the bank seeking to expand and promote these low-carbon products and services among its clients?	Communication with clients (list the following: newsletters, face-to-face meetings or phone calls, events, other (please elaborate)) Incentives (list the following: low collateral requirements for green loans, favourable loan pricing, lower fees, other (please elaborate)) Other (please elaborate)	Up to 3 points Up to 3 points Up to 3 points	9 points	5
Due diligence (max. 5 points)				
23. How does the bank certify and monitor low-carbon products and services to ensure their environmental sustainability?	Third party / independent reviews for all low-carbon assets followed up with regular update reports Third party / independent reviews for all low-carbon assets Third party / independent reviews for some low-carbon assets followed up with regular update reports Third party / independent reviews for some low-carbon assets None of the above	3 points 2 points 2 points 0.5 points 0 points	3 points	2
24. Does the bank disclose information publicly to allow stakeholders to assess the environmental sustainability of low-carbon products and services?	Yes, for all low-carbon assets Yes, for some low-carbon assets No	2 points 1 point 0 points	2 points	1
Policy engagement and collaboration with other actors (max. 27 points)				
Policy and regulatory framework (max. 15 points)				
25. a. Is the bank engaging with policymakers on any legislation or policy designed to reduce GHG emissions or to promote an orderly transition to a low-carbon economy?	Yes No	2 points 0 points	2 points	
b. Is the bank engaging with policymakers and regulators on financial regulation to ensure the rules governing the banking sector incentivise the sector's support for a low-carbon economy?	Yes, on an international level Yes, on a national level No	2 points 1 point 0 points	7 points	7
c. If you answered yes to questions a/b, please provide an example.	Engagement on GHG reductions / transition to a low-carbon economy: Engagement on financial regulation:	Up to 1 point 1 point 0 points	2 points	
d. Is this information disclosed publicly?	Yes No / Partly	1 point 0 points	2 points	1
26. Are there time and resources within the public affairs team specifically allocated to supporting the transition to a low-carbon economy?	Yes, and staff have been encouraged to bring up climate change as a concern in each meeting with policymakers or regulators. Yes No	2 points 1 point 0 points	2 points	1
27. Does the bank publish its position on the following climate-related policy and/or regulatory issues?	Subsidies for fossil fuel companies Incentives for low-carbon growth Introduction of climate-related concerns into capital requirements regulation Introduction or enhancement of a carbon tax / other carbon pricing mechanism Climate-related disclosure requirements Other (please elaborate)	1 point 1 point 1 point 1 point 1 point 1 point Up to 1 point	6 points	1

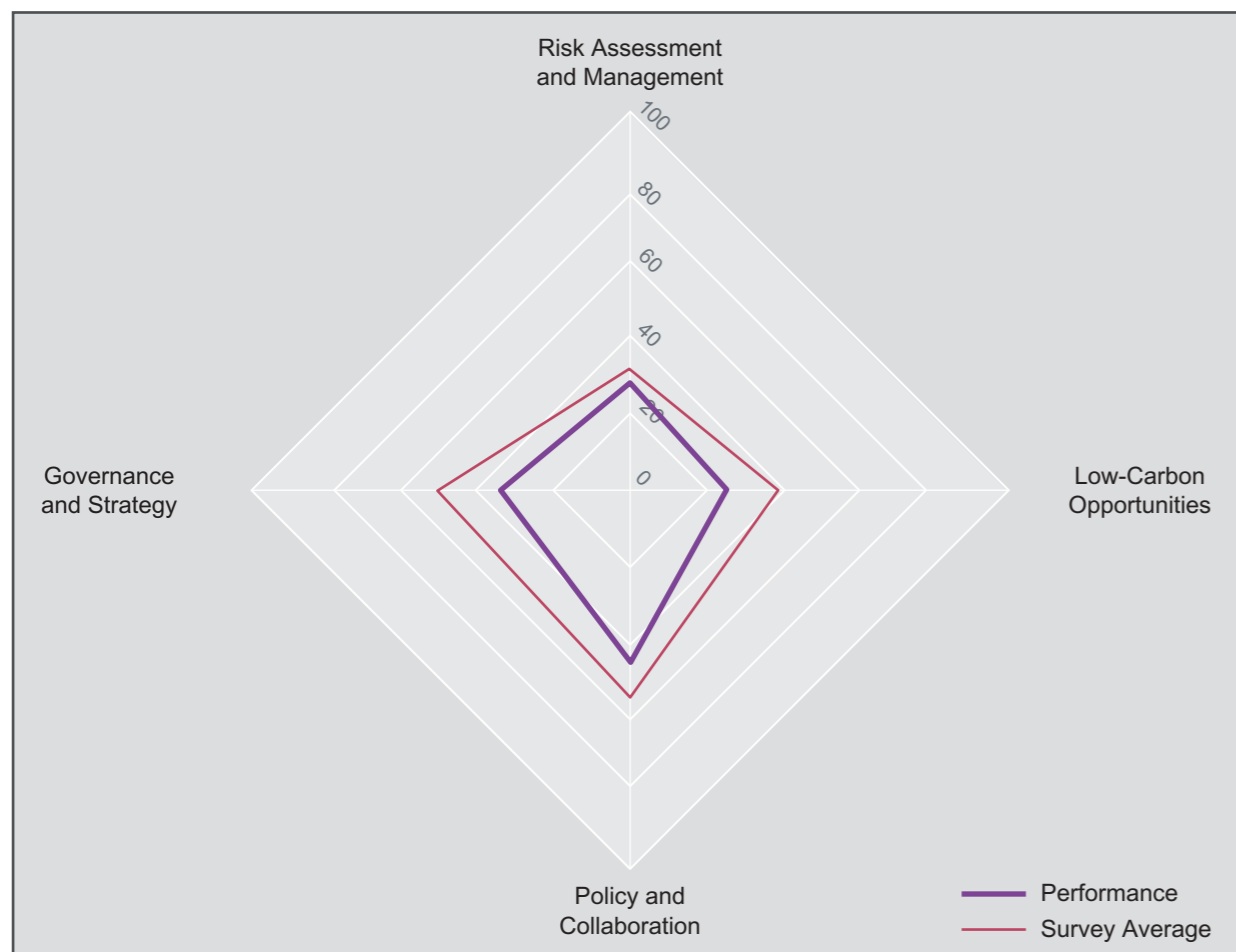
Question	Possible Answers	Points	Max. Points	Bank's Score
Trade associations (max. 3 points)				
28. a. Please list the trade associations the bank is a member of. b. Is this information disclosed publicly?	Yes No	Unscored 1 point 0 points	2 points	1
29. Does the bank ensure the climate policies of the trade associations it is a member of are not inconsistent with its own?	Yes - please briefly outline how this is achieved No	1 point 0 points	1 point	1
30. Does the bank actively promote support for the low-carbon transition as a topic for policy engagements within the trade associations it is a member of?	Yes (please specify) No	1 point 0 points	1 point	1
Other initiatives (max. 9 points)				
31. Is the bank a member/signatory of any of the following climate-related initiatives?	Banking Environment Initiative Equator Principles United Nations Environment Programme Finance Initiative (UNEPFI) United Nations Environment Programme Finance Initiative (UNEPFI) banking sector initiative on TCFD recommendations Carbon Disclosure Project (CDP) Green Bond Principles Science-Based Targets Other (please specify)	0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points Up to 0.5 points	4 points	3
32. Does the bank engage with credit rating agencies on the issue of climate change?	Yes, ongoing engagement (please describe this engagement) Yes, this has been a topic of interaction (please describe the nature of this interaction) No	2 points 1 point 0 points	2 points	2
33. How does the bank engage with NGOs, think tanks and academics on the issue of climate change?	Regular meetings or phone calls Regular reporting Collaborative initiatives (please elaborate) Consultations (please give an example) Stakeholder committee Other (please specify) None of the above	0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points	2.5 points	1
34. Please give an example of when a climate-related engagement with an NGO, think tank or academic has influenced and changed a policy or practice at the bank.		0.5 points	0.5 points	0.5

Question	Possible Answers	Points	Max. Points	Bank's Score
Governance, strategy and implementation (max. 27 points)				
Strategy (max. 13 points)				
35. a. Does the bank have a strategy on climate change?	Yes, and it is a group-wide commitment aligned with the Paris Agreement Yes, and it is a group-wide commitment Yes, and it is aligned with the Paris Agreement Yes No	3 points 2 points 2 points 1 point 0 points 3 points		
b. Is this strategy comprehensive, ie. does it address all areas which are relevant for banks in terms of climate change?	The policy addresses all of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses three of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses one or two of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation	2 points 1 point	9 points	9
c. Is this strategy publicly available?	Yes No	1 point 0 points		
d. Are progress updates about this strategy disclosed?	Yes, at least annually. Yes, less than annually. No	2 points 1 point 0 points		
36. a. Is the bank planning to implement the recommendations of the Task Force on Climate-related Financial Disclosures? b. If yes, by what date is the bank intending to fully report against the recommendations?	Yes No (please explain) The bank is already doing so 2017 Annual Report 2018 Annual Report	2 points 0 points 2 points 0 points 2 points 1 point 0.5 points	4 points	2.5
Governance and implementation (max. 14 points)				
37. Is there board-level oversight of the climate strategy?	The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) and there is at least one board member with specific climate-related expertise The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) The board is involved in development of policies and targets (please outline this process) The board approves policies and targets No	3 points 2.5 points 1.5 points 1 point 0 points	3 points	2.5

Question	Possible Answers	Points	Max. Points	Bank's Score
38. a. How is awareness of climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition raised across the organisation? b. What percentage of employees has received training on climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition?	E-learning Seminars and workshops Conferences and other events Internal roadshows Other (please specify): Please indicate percentage.	0.5 points 0.5 points 0.5 points 0.5 points Up to 1 point (0.5 points each) Depending on percentage of employees trained: less than 20% - 0 points, 20% to 50% - 1.5 points, above 50% - 3 points	6 points	1.5
39. Are there any climate-related Key Performance Indicators (KPIs) or objectives for individuals or teams?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	2.5 points 1 point 1 point 0 points 2.5 points	2.5 points	2.5
40. Are those KPIs or objectives, if existent, translated into incentive structures and remuneration policies?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	1 point 1 point 1 point 0 points	2.5 points	2.5
			162 points	89

Standard Chartered

Score: 52.5 / 162
Category: Learner



Scores converted into percentages to allow comparison between sections

Recommendations for investor engagement

Shareholders in Standard Chartered are encouraged to request:

- Strengthening of the policies on coal mining and thermal coal power generation, as well as oil and gas, including more stringent exclusion criteria in line with <2°C scenarios
- Publication and strengthening of the engagement policy, in line with <2°C scenarios, including what the consequences are for clients that fall short and the introduction of a request for adopting the TCFD recommendations
- Adoption of a more comprehensive strategy on climate change and integration of related KPIs into incentive structures of employees across the bank and the executive board

Further recommendations are available for Standard Chartered and its shareholders upon request.

Question	Possible Answers	Points	Max. Points	Bank's Score
Risk assessment and management (max. 54 points)				
Risk assessment (max. 15 points)				
1. a. Are climate risk assessments embedded into traditional types of risk, including credit risk, market risk and liquidity risk? Please provide evidence.	Yes	2 points	3 points	2.5
b. Have the following committees discussed climate risk yet? If yes, please provide a brief summary of these discussions.	No (please explain)	0 points		
2. a. Does the bank use scenario analysis to assess value at risk under a variety of carbon pathways? Please specify which models are used for this analysis.	Group Risk Committee	0.5 points	4 points	1
	Group Audit Committee	0.5 points		
	Group Risk Committee and Group Audit Committee	1 point		
	Neither of the above	0 points		
	Yes, for <2°C scenarios and for all books / assets	1 point		
	Yes, for <2°C scenarios but only for some books / assets	0.5 points		
	Yes, for 2°C scenarios and for all books / assets	1 point		
	Yes, for 2°C scenarios but only for some books / assets	0.5 points		
	Yes, for 2°C+ scenarios and for all books / assets	1 point		
	Yes, for 2°C+ scenarios but only for some books / assets	0.5 points		
3. a. In 2016, what was the amount of assets (in reporting currency) linked to the following sectors? What percentage of total assets does each represent? (If using an alternative categorisation, please explain.)	No	0 points	4 points	0.5
	Yes	1 point		
	No	0 points		
	Oil & gas (carbon-related assets) [2 columns: absolute amount and percentage - same for other answer options]	Base scoring on percentage of carbon-related assets relative to total assets. For those banks that respond, award 3 points to the quartile with the lowest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the highest percentage. Provide 0.5 points for those banks that respond with partial information.		
	Coal (carbon-related assets)			
	Electric utilities, excluding independent power and renewable electricity producer industries (carbon-related assets)			
	Air freight			
	Passenger air transportation			
	Maritime transportation			
	Rail transportation			
Trucking services				
Automobiles and components				
Metals and mining				
Chemicals				
Construction materials				
Capital goods				
Real estate management and development				
Beverages				
Industrial-scale agriculture				
Packaged foods and meats				
Paper and forest products				
Other (please specify)				
Total				
Yes	1 point			
No	0 points			
b. Is this information disclosed publicly?				

Question	Possible Answers	Points	Max. Points	Bank's Score
4. a. In 2016, to what extent was the bank involved in the underwriting of securities linked to the following sectors? Please disclose the absolute amount and the percentage of total securities underwritten.	Oil & gas (carbon-related assets) [2 columns: absolute amount and percentage - same for other answer options] Coal (carbon-related assets) Electric utilities, excluding independent power and renewable electricity producer industries (carbon-related assets) Air freight Passenger air transportation Maritime transportation Rail transportation Trucking services Automobiles and components Metals and mining Chemicals Construction materials Capital goods Real estate management and development Beverages Industrial-scale agriculture Packaged foods and meats Paper and forest products Other (please specify) Total Yes No	Base scoring on percentage of securities linked to carbon-related assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the lowest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the highest percentage. Provide 0.5 points for those banks that respond with partial information.	3 points	0
b. Is this information disclosed publicly?	Yes No	1 point 0 points Unscored		
5. a. What percentage of risk-weighted assets is carbon-related?	Oil & gas [2 columns: absolute amount and percentage - same for other answer options] Coal Electric utilities, excluding independent power and renewable electricity producer industries Yes No	1 point 0 points	1 point	0
b. Is this information disclosed publicly?	Yes No	1 point 0 points		
Risk management (max. 39 points)				
6. a. Does the bank have long-term objectives in terms of decreasing exposure to carbon-related assets or CO2e emissions (scope 3)? To what extent?	Yes, reducing exposure to zero Yes, reducing exposure by 50% or more Yes, reducing exposure by less than 50% No Reducing exposure to zero Reducing exposure by 50% or more Reducing exposure by less than 50% No objectives Yes No	5 points 3 points 1.5 points 0 points 3 points 2 points 1 point 0 points 1 point 0 points	9 points	0
b. Does the bank have long-term objectives in terms of decreasing its underwriting activities linked to carbon-related assets or CO2e emissions (scope 3)? To what extent?	Yes No	1 point 0 points		
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
7. a. What is the bank's group-wide policy regarding coal mining and coal power?	There is a policy which excludes any new or existing client depending on revenues from coal mining or coal power by more than 30% There is a policy which excludes any new or existing client depending on revenues from coal mining or coal power by more than 50% There is a policy which excludes project finance for coal mining and coal power globally There is a policy which excludes project finance for coal mining or coal power globally A policy, but not group-wide or does not fully exclude any of the above No coal policy At least annually At least every three years Less than every three years Yes No	2 points 1.5 points 1 point 0.5 points 0.5 points 0 points 1 point 0.5 points 1 point 0 points 3 points	5 points	2
b. How often is this reviewed?	At least annually At least every three years Less than every three years Yes No	0 points 1 point 0.5 points 1 point 0 points		
c. Is this policy publicly available?	Yes No	1 point 0 points		
8. a. What is the bank's group-wide policy regarding the provision of financial services that support the exploration and production of oil and gas reserves?	Policies excluding project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above, in addition to policies setting standards for upstream, midstream and downstream oil and gas operations Policies excluding project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above Policies excluding one or more of the following: project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above, in addition to policies setting standards for upstream, midstream and downstream oil and gas operations Policies excluding one or more of the following: project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above Policies setting standards for upstream, midstream and downstream oil and gas operations A policy, but not group-wide or does not apply any of the above No policy At least annually At least every three years Less than every three years Yes No	1.5 points 1.5 points 1.5 points 1 point 1.5 points 1.5 points 1 point 1.5 points 0.5 points 0 points 1 point 0.5 points 0 points 1 point 0 points	5 points	1.5
b. How often is this reviewed?	At least annually At least every three years Less than every three years Yes No	0 points 1 point 0.5 points 1 point 0 points		
c. Is this policy publicly available?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
9. a. Does the bank have a group-wide policy on deforestation, peatland expansion and exploitation, including respecting Free, Prior and Informed Consent - in line with the High Carbon Stock Approach?	A group-wide policy in line with the High Carbon Stock Approach - clients not acting in line or on a pathway towards acting in line with this approach are excluded A policy, but either not group-wide or not in line with the High Carbon Stock Approach	2 points		
b. How often is this reviewed?	No policy At least annually At least every three years Less than every three years	1 point 0 points 1 point 0.5 points 0 points	4 points	3.5
c. Is this policy publicly available?	Yes No	1 point 0 points		
10. a. What policies does the bank have in place regarding engagement with clients operating in the sectors most exposed to climate-related risks?	The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). Details on this are included in loan covenants. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients and outlines what the consequences for clients that fall short are. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines. The bank does not engage with any clients in sectors most exposed to climate-related risks on <2°C alignment.	4 points 3 points 2 points	8 points	4
b. How often is this reviewed?	At least annually At least every three years Less than every three years	1 point 0.5 points 0 points		
c. Is this policy publicly available?	Yes No	1 point 0 points		
d. Does this engagement with clients include requests to adopt the TCFD recommendations?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
11. a. Does the bank factor in climate change when assessing risk associated with any new or existing business and price that risk accordingly? If yes, please provide evidence. b. Is information about this made publicly available?	Yes Partly (for some new or existing businesses, but not all) No Yes No Please explain	3 points 1.5 points 0 points 1 point 0 points	4 points	0
12. a. Does the bank pursue any other approaches to mitigating climate risks? b. Is information about this made publicly available?	Yes No Yes, annually. Yes, less than annually. No Please explain	Up to 2 points (1 point per approach) 1 point 0 points 1 point 0.5 points 0 points	3 points	0
13. Does the bank issue regular update reports to communicate the implementation of and progress made on its policies to assess/mitigate climate risks?	Yes No	1 point 0 points	1 point	0.5
Low-carbon products and services (max. 54 points)				
Current exposure and objectives (max. 24 points)				
14. a. In 2016, what was the amount of assets (in reporting currency) linked to low-carbon sectors? What percentage of total assets does this represent? (If using an alternative categorisation, please explain.)	[2 fields: amount and percentage]	Base scoring on percentage of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the lowest quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
b. What are the bank's long-term objectives in terms of increasing this percentage?		Base scoring on percentage of increase of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the lowest quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	7 points	0.5
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
15. a. In 2016, to what extent was the bank involved in the underwriting of securities linked to low-carbon sectors? Please disclose the absolute amount and the percentage of total securities underwritten.		Base scoring on percentage of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	5 points	0.5
b. What are the bank's objectives in terms of increasing this percentage?		Base scoring on percentage of increase of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
c. Is this information disclosed publicly?	Yes No Unscored	1 point 0 points		
16. a. What percentage of risk-weighted assets is linked to low-carbon sectors?				
b. Which tools has the bank put in place to lower the risk associated with some low-carbon assets?	First loss guarantee mechanisms Partial risk guarantee mechanisms Other (please specify)	1 point 1 point Up to 1 point	4 points	0
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
17. a. How much capital has the bank raised for its own activities via green bonds? What is the percentage of this compared to the total capital raised via debt markets? Please list each bond issued, the term and the quantum.		Base scoring on percentage of green bonds issued relative to total bonds issued. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points if at least one green bond has been issued, but no percentage provided.	4 points	0
b. Are those green bonds certified? Please list the certifying body for each green bond issued.	Yes No	2 points 0 points		
18. a. Does the bank seek out opportunities for adaptation finance? If yes, how is this achieved?	Yes (please specify)	3 points		
b. Is this information disclosed publicly?	Yes No	0 points 1 point 0 points	4 points	3
Framework (max. 25 points)				
19. How much resourcing and capacity is being allocated to support the development of low-carbon products and services systematically across the bank?	Each main division (including retail banking, commercial banking, corporate banking and investment banking as appropriate) has staff dedicated to developing low-carbon products and services within their department. Some of the main divisions have staff dedicated to developing low-carbon products and services within their department. There is dedicated staff working on the development of low-carbon products and services across the bank. None	5 points 2.5 points 2.5 points 0 points	5 points 5 points	2.5
20. What percentage of your total research budget is allocated to exploring low-carbon opportunities (either internally or via outsourcing)?		Base scoring on percentage. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0.5 points to the quartile with the lowest percentage - also 0.5 points if they prove there is a budget via research reports published, but cannot say how much	3 points	0

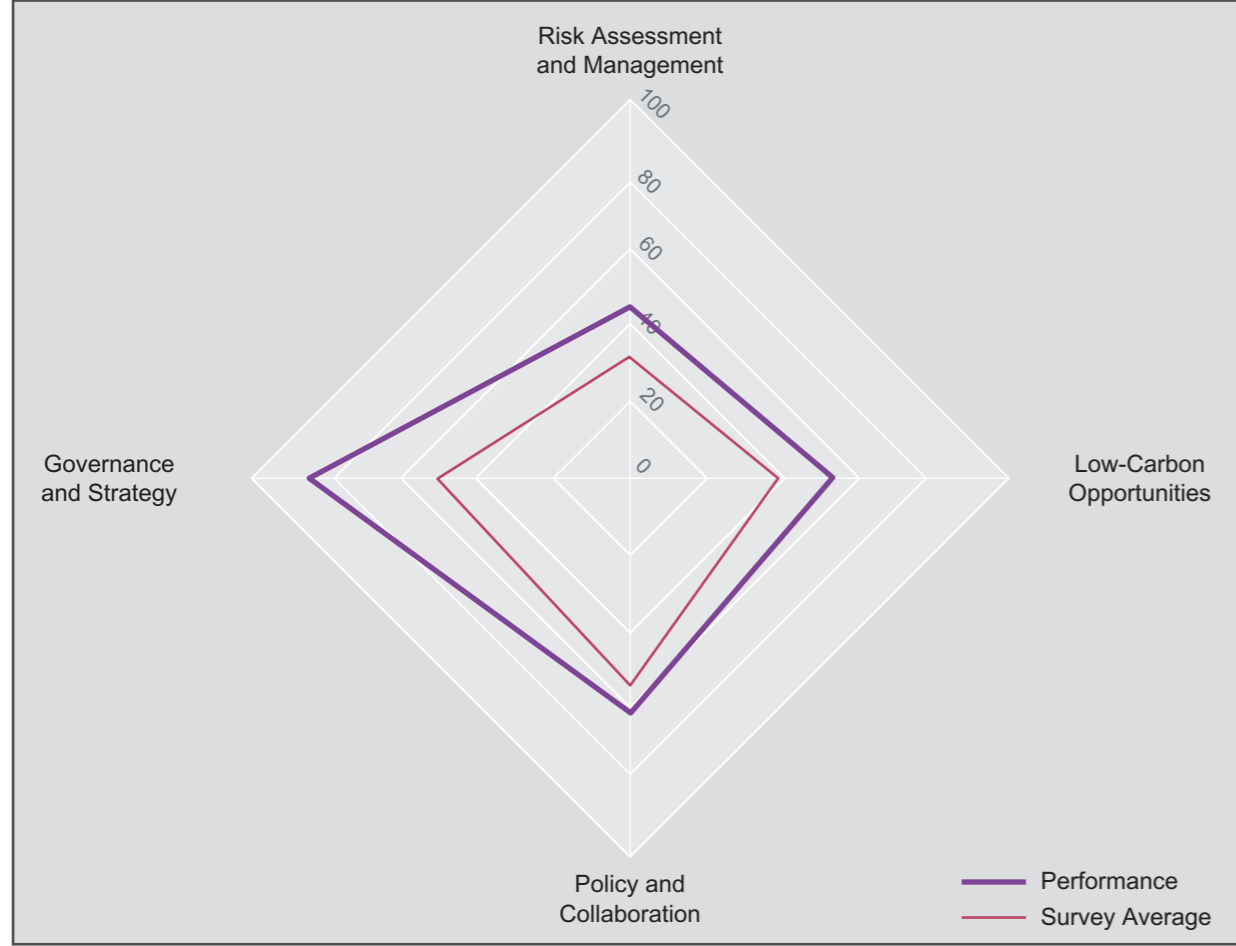
Question	Possible Answers	Points	Max. Points	Bank's Score
21. Please list an example of a low-carbon product or service the bank offers within each of the following divisions: 22. How is the bank seeking to expand and promote these low-carbon products and services among its clients?	Retail banking, commercial banking, corporate banking, investment banking Communication with clients (list the following: newsletters, face-to-face meetings or phone calls, events, other (please elaborate)) Incentives (list the following: low collateral requirements for green loans, favourable loan pricing, lower fees, other (please elaborate)) Other (please elaborate)	Up to 8 points, 2 points each Up to 3 points Up to 3 points Up to 3 points	8 points 9 points	4 2
Due diligence (max. 5 points)				
23. How does the bank certify and monitor low-carbon products and services to ensure their environmental sustainability?	Third party / independent reviews for all low-carbon assets followed up with regular update reports Third party / independent reviews for all low-carbon assets followed up with regular update reports Third party / independent reviews for some low-carbon assets None of the above Yes, for all low-carbon assets Yes, for some low-carbon assets No	3 points 2 points 2 points 0.5 points 0 points 2 points 1 point 0 points	3 points	2 0
Policy engagement and collaboration with other actors (max. 27 points)				
Policy and regulatory framework (max. 15 points)				
25. a. Is the bank engaging with policymakers on any legislation or policy designed to reduce GHG emissions or to promote an orderly transition to a low-carbon economy? b. Is the bank engaging with policymakers and regulators on financial regulation to ensure the rules governing the banking sector incentivise the sector's support for a low-carbon economy? c. If you answered yes to questions a/b, please provide an example. d. Is this information disclosed publicly?	Yes No Yes, on an international level Yes, on a national level No Engagement on GHG reductions / transition to a low-carbon economy: Engagement on financial regulation: Yes No / Partly Yes, and staff have been encouraged to bring up climate change as a concern in each meeting with policymakers or regulators. Yes No Subsidies for fossil fuel companies Incentives for low-carbon growth Introduction of climate-related concerns into capital requirements regulation Introduction or enhancement of a carbon tax / other carbon pricing mechanism Climate-related disclosure requirements Other (please elaborate)	2 points 0 points 2 points 1 point 0 points Up to 1 point Up to 1 point 1 point 0 points 2 points 1 point 0 points 1 point 1 point 1 point 1 point 1 point Up to 1 point	7 points	6
26. Are there time and resources within the public affairs team specifically allocated to supporting the transition to a low-carbon economy?	Yes No	2 points	2 points	1
27. Does the bank publish its position on the following climate-related policy and/or regulatory issues?	Yes No	1 point 0 points	1 point	0

Question	Possible Answers	Points	Max. Points	Bank's Score
Trade associations (max. 3 points)				
28. a. Please list the trade associations the bank is a member of. b. Is this information disclosed publicly?	Yes No Yes - please briefly outline how this is achieved No Yes (please specify) No	Unscored 1 point 0 points 1 point 0 points 1 point 0 points	2 points	1 0 1
Other initiatives (max. 9 points)				
29. Does the bank ensure the climate policies of the trade associations it is a member of are not inconsistent with its own? 30. Does the bank actively promote support for the low-carbon transition as a topic for policy engagements within the trade associations it is a member of?	Banking Environment Initiative Equator Principles United Nations Environment Programme Finance Initiative (UNEPFI) United Nations Environment Programme Finance Initiative (UNEPFI) banking sector initiative on TCFD recommendations Carbon Disclosure Project (CDP) Green Bond Principles Science-Based Targets Other (please specify) Yes, ongoing engagement (please describe this engagement) Yes, this has been a topic of interaction (please describe the nature of this interaction) No	0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points Up to 0.5 points 2 points 1 point 0 points	4 points	3
31. Is the bank a member/signatory of any of the following climate-related initiatives?	Regular meetings or phone calls Regular reporting Collaborative initiatives (please elaborate) Consultations (please give an example) Stakeholder committee Other (please specify) None of the above	0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points	2.5 points	0.5
32. Does the bank engage with credit rating agencies on the issue of climate change? 33. How does the bank engage with NGOs, think tanks and academics on the issue of climate change?	Yes, this has been a topic of interaction (please describe the nature of this interaction) No	2 points 1 point 0 points	2 points	0
34. Please give an example of when a climate-related engagement with an NGO, think tank or academic has influenced and changed a policy or practice at the bank.	Yes, ongoing engagement (please describe this engagement) Yes, this has been a topic of interaction (please describe the nature of this interaction) No	2 points 1 point 0 points	0.5 points	0.5

Question	Possible Answers	Points	Max. Points	Bank's Score
Governance, strategy and implementation (max. 27 points)				
Strategy (max. 13 points)				
35. a. Does the bank have a strategy on climate change?	Yes, and it is a group-wide commitment aligned with the Paris Agreement Yes, and it is a group-wide commitment Yes, and it is aligned with the Paris Agreement Yes No	3 points 2 points 2 points 1 point 0 points 3 points	9 points	5
b. Is this strategy comprehensive, ie. does it address all areas which are relevant for banks in terms of climate change?	The policy addresses all of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses three of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses one or two of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation	2 points 1 point		
c. Is this strategy publicly available?	Yes No	1 point 0 points		
d. Are progress updates about this strategy disclosed?	Yes, at least annually. Yes, less than annually. No	2 points 1 point 0 points		
36. a. Is the bank planning to implement the recommendations of the Task Force on Climate-related Financial Disclosures? b. If yes, by what date is the bank intending to fully report against the recommendations?	Yes No (please explain) The bank is already doing so 2017 Annual Report 2018 Annual Report	2 points 0 points 2 points 1 point 0.5 points	4 points	2
Governance and implementation (max. 14 points)				
37. Is there board-level oversight of the climate strategy?	The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) and there is at least one board member with specific climate-related expertise The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) The board is involved in development of policies and targets (please outline this process) The board approves policies and targets No	3 points 2.5 points 1.5 points 1 point 0 points	3 points	1.5

Question	Possible Answers	Points	Max. Points	Bank's Score
38. a. How is awareness of climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition raised across the organisation? b. What percentage of employees has received training on climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition?	E-learning Seminars and workshops Conferences and other events Internal roadshows Other (please specify): Please indicate percentage.	0.5 points 0.5 points 0.5 points 0.5 points Up to 1 point (0.5 points each) Depending on percentage of employees trained: less than 20% - 0 points, 20% to 50% - 1.5 points, above 50% - 3 points	6 points	1
39. Are there any climate-related Key Performance Indicators (KPIs) or objectives for individuals or teams?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	2.5 points 1 point 1 point 0 points 2.5 points	2.5 points	0
40. Are those KPIs or objectives, if existent, translated into incentive structures and remuneration policies?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	1 point 1 point 1 point 0 points	2.5 points	0
162 points				
52.5				

Score: 94 / 162
Category: Challenger



Scores converted into percentages to allow comparison between sections

Recommendations for investor engagement

Shareholders in UBS are encouraged to request:

- Disclosure of the current percentage of assets linked to high- and low-carbon sectors relative to total assets and objectives going forward
- Strengthening of the policies on coal mining and thermal coal power generation, oil and gas and deforestation and peatland exploitation, including more stringent exclusion criteria in line with <2°C scenarios
- Publication and strengthening of the engagement policy, in line with <2°C scenarios, including clear timelines and objectives for clients

Further recommendations are available for UBS and its shareholders upon request.

Question	Possible Answers	Points	Max. Points	Bank's Score
Risk assessment and management (max. 54 points)				
Risk assessment (max. 15 points)				
1. a. Are climate risk assessments embedded into traditional types of risk, including credit risk, market risk and liquidity risk? Please provide evidence.	Yes	2 points	3 points	2
b. Have the following committees discussed climate risk yet? If yes, please provide a brief summary of these discussions.	No (please explain)	0 points		
2. a. Does the bank use scenario analysis to assess value at risk under a variety of carbon pathways? Please specify which models are used for this analysis.	Group Risk Committee	0.5 points	4 points	2
	Group Audit Committee	0.5 points		
	Group Risk Committee and Group Audit Committee	1 point		
	Neither of the above	0 points		
	Yes, for <2°C scenarios and for all books / assets	1 point		
	Yes, for <2°C scenarios but only for some books / assets	0.5 points		
	Yes, for 2°C scenarios and for all books / assets	1 point		
	Yes, for 2°C scenarios but only for some books / assets	0.5 points		
	Yes, for 2°C+ scenarios and for all books / assets	1 point		
	Yes, for 2°C+ scenarios but only for some books / assets	0.5 points		
3. a. In 2016, what was the amount of assets (in reporting currency) linked to the following sectors? What percentage of total assets does each represent? (If using an alternative categorisation, please explain.)	No	0 points	4 points	0.5
	Yes	1 point		
	No	0 points		
	Oil & gas (carbon-related assets) [2 columns: absolute amount and percentage - same for other answer options]	Base scoring on percentage of carbon-related assets relative to total assets. For those banks that respond, award 3 points to the quartile with the lowest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the highest percentage. Provide 0.5 points for those banks that respond with partial information.		
	Coal (carbon-related assets)			
	Electric utilities, excluding independent power and renewable electricity producer industries (carbon-related assets)			
	Air freight			
	Passenger air transportation			
	Maritime transportation			
	Rail transportation			
Trucking services				
Automobiles and components				
Metals and mining				
Chemicals				
Construction materials				
Capital goods				
Real estate management and development				
Beverages				
Industrial-scale agriculture				
Packaged foods and meats				
Paper and forest products				
Other (please specify)				
Total				
Yes	1 point			
No	0 points			
b. Is this information disclosed publicly?				

Question	Possible Answers	Points	Max. Points	Bank's Score
4. a. In 2016, to what extent was the bank involved in the underwriting of securities linked to the following sectors? Please disclose the absolute amount and the percentage of total securities underwritten.	Oil & gas (carbon-related assets) [2 columns: absolute amount and percentage - same for other answer options] Coal (carbon-related assets) Electric utilities, excluding independent power and renewable electricity producer industries (carbon-related assets) Air freight Passenger air transportation Maritime transportation Rail transportation Trucking services Automobiles and components Metals and mining Chemicals Construction materials Capital goods Real estate management and development Beverages Industrial-scale agriculture Packaged foods and meats Paper and forest products Other (please specify) Total Yes No	Base scoring on percentage of securities linked to carbon-related assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the lowest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the highest percentage. Provide 0.5 points for those banks that respond with partial information.	3 points	0
b. Is this information disclosed publicly?	Yes No	1 point 0 points Unscored		
5. a. What percentage of risk-weighted assets is carbon-related?	Oil & gas [2 columns: absolute amount and percentage - same for other answer options] Coal Electric utilities, excluding independent power and renewable electricity producer industries Yes No	1 point 0 points	1 point	0
b. Is this information disclosed publicly?	Yes No	1 point 0 points		
Risk management (max. 39 points)				
6. a. Does the bank have long-term objectives in terms of decreasing exposure to carbon-related assets or CO2e emissions (scope 3)? To what extent?	Yes, reducing exposure to zero Yes, reducing exposure by 50% or more Yes, reducing exposure by less than 50% No Reducing exposure to zero Reducing exposure by 50% or more Reducing exposure by less than 50% No objectives Yes No	5 points 3 points 1.5 points 0 points 3 points 2 points 1 point 0 points 1 point 0 points	9 points	0
b. Does the bank have long-term objectives in terms of decreasing its underwriting activities linked to carbon-related assets or CO2e emissions (scope 3)? To what extent?	Yes No	1 point 0 points		
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
7. a. What is the bank's group-wide policy regarding coal mining and coal power?	There is a policy which excludes any new or existing client depending on revenues from coal mining or coal power by more than 30% There is a policy which excludes any new or existing client depending on revenues from coal mining or coal power by more than 50% There is a policy which excludes project finance for coal mining and coal power globally There is a policy which excludes project finance for coal mining or coal power globally A policy, but not group-wide or does not fully exclude any of the above No coal policy At least annually At least every three years Less than every three years Yes No	2 points 1.5 points 1 point 0.5 points 0.5 points 0 points 1 point 0.5 points 0 points 1 point 0 points 3 points	5 points	2.5
b. How often is this reviewed?	At least annually At least every three years Less than every three years Yes No	0 points 1 point 0.5 points 0 points 0 points		
c. Is this policy publicly available?	Yes No	1 point 0 points		
8. a. What is the bank's group-wide policy regarding the provision of financial services that support the exploration and production of oil and gas reserves?	Policies excluding project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above, in addition to policies setting standards for upstream, midstream and downstream oil and gas operations Policies excluding project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above Policies excluding one or more of the following: project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above, in addition to policies setting standards for upstream, midstream and downstream oil and gas operations Policies excluding one or more of the following: project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above Policies setting standards for upstream, midstream and downstream oil and gas operations A policy, but not group-wide or does not apply any of the above No policy At least annually At least every three years Less than every three years Yes No	1.5 points 1.5 points 1.5 points 1 point 1.5 points 1.5 points 1 point 1.5 points 0.5 points 0 points 1 point 0.5 points 0 points 1 point 0 points	5 points	3.5
b. How often is this reviewed?	At least annually At least every three years Less than every three years Yes No	0 points 1 point 0.5 points 0 points 0 points		
c. Is this policy publicly available?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
9. a. Does the bank have a group-wide policy on deforestation, peatland expansion and exploitation, including respecting Free, Prior and Informed Consent - in line with the High Carbon Stock Approach?	A group-wide policy in line with the High Carbon Stock Approach - clients not acting in line or on a pathway towards acting in line with this approach are excluded A policy, but either not group-wide or not in line with the High Carbon Stock Approach	2 points		
b. How often is this reviewed?	No policy At least annually At least every three years Less than every three years	1 point 0 points 1 point 0.5 points 0 points	4 points	3
c. Is this policy publicly available?	Yes No	1 point 0 points		
10. a. What policies does the bank have in place regarding engagement with clients operating in the sectors most exposed to climate-related risks?	The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). Details on this are included in loan covenants. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients and outlines what the consequences for clients that fall short are. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients in sectors most exposed to climate-related risks on <2°C alignment.	4 points 3 points 2 points	8 points	4
b. How often is this reviewed?	At least annually At least every three years Less than every three years	1 point 0.5 points 0 points		
c. Is this policy publicly available?	Yes No	1 point 0 points		
d. Does this engagement with clients include requests to adopt the TCFD recommendations?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
11. a. Does the bank factor in climate change when assessing risk associated with any new or existing business and price that risk accordingly? If yes, please provide evidence. b. Is information about this made publicly available?	Yes Partly (for some new or existing businesses, but not all) No Yes No	3 points 1.5 points 0 points 1 point 0 points	4 points	2.5
12. a. Does the bank pursue any other approaches to mitigating climate risks? b. Is information about this made publicly available?	Please explain Yes No	Up to 2 points (1 point per approach) 1 point 0 points	3 points	3
13. Does the bank issue regular update reports to communicate the implementation of and progress made on its policies to assess/mitigate climate risks?	Yes, annually. Yes, less than annually. No	1 point 0.5 points 0 points	1 point	1
Low-carbon products and services (max. 54 points)				
Current exposure and objectives (max. 24 points)				
14. a. In 2016, what was the amount of assets (in reporting currency) linked to low-carbon sectors? What percentage of total assets does this represent? (If using an alternative categorisation, please explain.)	[2 fields: amount and percentage]	Base scoring on percentage of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the lowest quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
b. What are the bank's long-term objectives in terms of increasing this percentage?		Base scoring on percentage of increase of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the lowest quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	7 points	0.5
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
15. a. In 2016, to what extent was the bank involved in the underwriting of securities linked to low-carbon sectors? Please disclose the absolute amount and the percentage of total securities underwritten.		Base scoring on percentage of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	5 points	0.5
b. What are the bank's objectives in terms of increasing this percentage?		Base scoring on percentage of increase of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
c. Is this information disclosed publicly?	Yes No Unscored	1 point 0 points		
16. a. What percentage of risk-weighted assets is linked to low-carbon sectors?				
b. Which tools has the bank put in place to lower the risk associated with some low-carbon assets?	First loss guarantee mechanisms Partial risk guarantee mechanisms Other (please specify)	1 point 1 point Up to 1 point	4 points	0
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
17. a. How much capital has the bank raised for its own activities via green bonds? What is the percentage of this compared to the total capital raised via debt markets? Please list each bond issued, the term and the quantum.		Base scoring on percentage of green bonds issued relative to total bonds issued. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points if at least one green bond has been issued, but no percentage provided.	4 points	0
b. Are those green bonds certified? Please list the certifying body for each green bond issued.	Yes No	2 points 0 points		
18. a. Does the bank seek out opportunities for adaptation finance? If yes, how is this achieved?	Yes (please specify)	3 points		
b. Is this information disclosed publicly?	Yes No	0 points 1 point 0 points	4 points	4
Framework (max. 25 points)				
19. How much resourcing and capacity is being allocated to support the development of low-carbon products and services systematically across the bank?	Each main division (including retail banking, commercial banking, corporate banking and investment banking as appropriate) has staff dedicated to developing low-carbon products and services within their department. Some of the main divisions have staff dedicated to developing low-carbon products and services within their department. There is dedicated staff working on the development of low-carbon products and services across the bank. None	5 points 2.5 points 2.5 points 0 points	5 points	5
20. What percentage of your total research budget is allocated to exploring low-carbon opportunities (either internally or via outsourcing)?		Base scoring on percentage. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0.5 points to the quartile with the lowest percentage - also 0.5 points if they prove there is a budget via research reports published, but cannot say how much	3 points	0

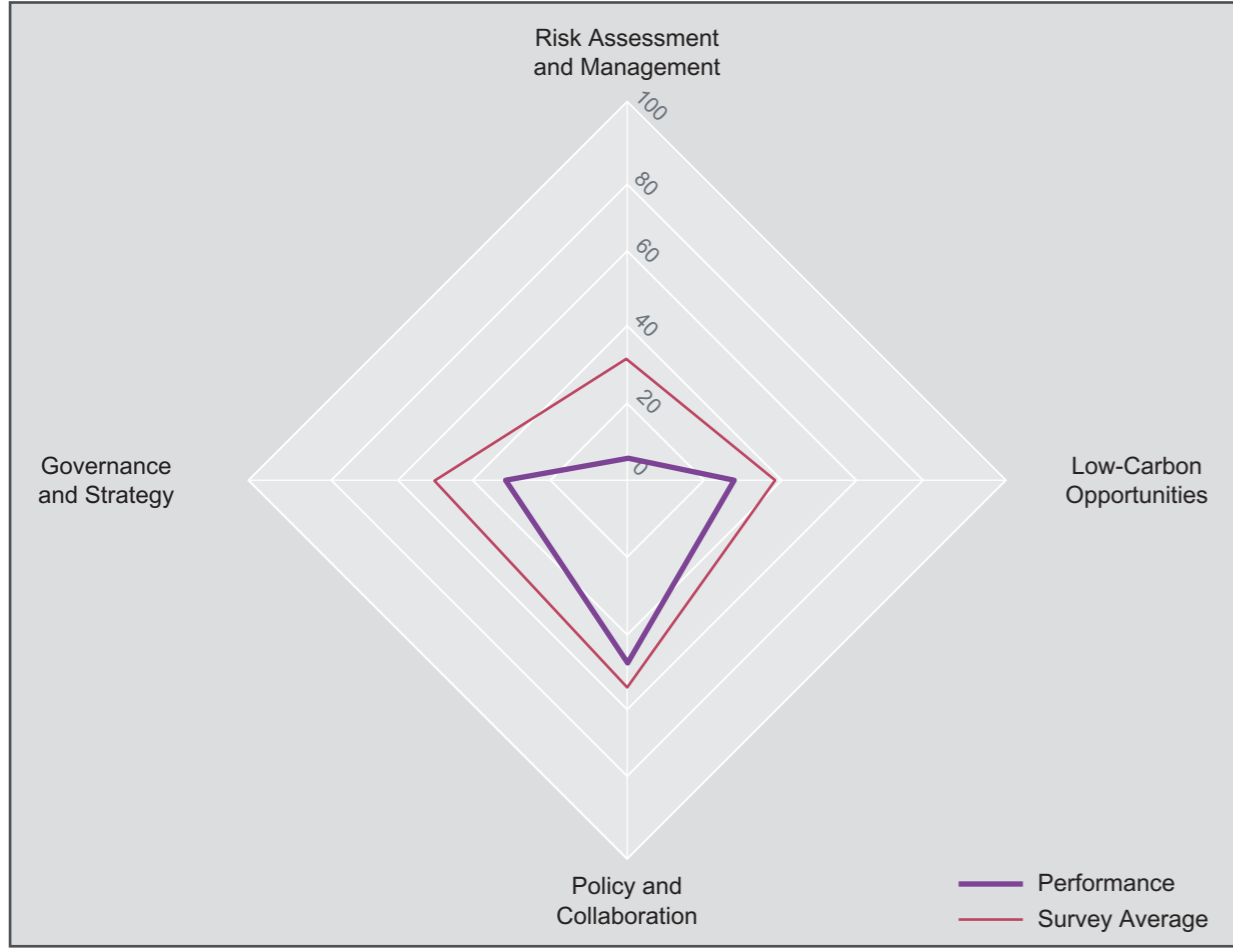
Question	Possible Answers	Points	Max. Points	Bank's Score
21. Please list an example of a low-carbon product or service the bank offers within each of the following divisions:	Retail banking, commercial banking, corporate banking, investment banking	Up to 8 points, 2 points each	8 points	8
22. How is the bank seeking to expand and promote these low-carbon products and services among its clients?	Communication with clients (list the following: newsletters, face-to-face meetings or phone calls, events, other (please elaborate)) Incentives (list the following: low collateral requirements for green loans, favourable loan pricing, lower fees, other (please elaborate)) Other (please elaborate)	Up to 3 points Up to 3 points Up to 3 points	9 points	7
Due diligence (max. 5 points)				
23. How does the bank certify and monitor low-carbon products and services to ensure their environmental sustainability?	Third party / independent reviews for all low-carbon assets followed up with regular update reports Third party / independent reviews for all low-carbon assets Third party / independent reviews for some low-carbon assets followed up with regular update reports Third party / independent reviews for some low-carbon assets None of the above	3 points 2 points 2 points 0.5 points 0 points	3 points	3
24. Does the bank disclose information publicly to allow stakeholders to assess the environmental sustainability of low-carbon products and services?	Yes, for all low-carbon assets Yes, for some low-carbon assets No	2 points 1 point 0 points	2 points	2
Policy engagement and collaboration with other actors (max. 27 points)				
Policy and regulatory framework (max. 15 points)				
25. a. Is the bank engaging with policymakers on any legislation or policy designed to reduce GHG emissions or to promote an orderly transition to a low-carbon economy? b. Is the bank engaging with policymakers and regulators on financial regulation to ensure the rules governing the banking sector incentivise the sector's support for a low-carbon economy? c. If you answered yes to questions a/b, please provide an example. d. Is this information disclosed publicly?	Yes No Yes, on an international level Yes, on a national level No Engagement on GHG reductions / transition to a low-carbon economy: Engagement on financial regulation: Yes No / Partly Yes, and staff have been encouraged to bring up climate change as a concern in each meeting with policymakers or regulators. Yes No Subsidies for fossil fuel companies Incentives for low-carbon growth Introduction of climate-related concerns into capital requirements regulation Introduction or enhancement of a carbon tax / other carbon pricing mechanism Climate-related disclosure requirements Other (please elaborate)	2 points 0 points 2 points 1 point 0 points Up to 1 point Up to 1 point 1 point 0 points 2 points 1 point 0 points 1 point 1 point 1 point 1 point 1 point Up to 1 point	7 points	6
26. Are there time and resources within the public affairs team specifically allocated to supporting the transition to a low-carbon economy?	Yes No	2 points 1 point	2 points	1
27. Does the bank publish its position on the following climate-related policy and/or regulatory issues?	Yes No	1 point 0 points	1 point	1

Question	Possible Answers	Points	Max. Points	Bank's Score
Trade associations (max. 3 points)				
28. a. Please list the trade associations the bank is a member of. b. Is this information disclosed publicly?	Yes No Yes - please briefly outline how this is achieved No Yes (please specify) No	Unscored 1 point 0 points 1 point 0 points 1 point 0 points	2 points	1
29. Does the bank ensure the climate policies of the trade associations it is a member of are not inconsistent with its own?	Yes (please specify) No	1 point 0 points	1 point	1
30. Does the bank actively promote support for the low-carbon transition as a topic for policy engagements within the trade associations it is a member of?	Yes (please specify) No	1 point 0 points	1 point	1
Other initiatives (max. 9 points)				
31. Is the bank a member/signatory of any of the following climate-related initiatives?	Banking Environment Initiative Equator Principles United Nations Environment Programme Finance Initiative (UNEPFI) United Nations Environment Programme Finance Initiative (UNEPFI) banking sector initiative on TCFD recommendations Carbon Disclosure Project (CDP) Green Bond Principles Science-Based Targets Other (please specify) Yes, ongoing engagement (please describe this engagement) Yes, this has been a topic of interaction (please describe the nature of this interaction) No	0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points Up to 0.5 points 2 points 1 point 0 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points	4 points	3
32. Does the bank engage with credit rating agencies on the issue of climate change?	Yes, ongoing engagement (please describe this engagement) Yes, this has been a topic of interaction (please describe the nature of this interaction) No	2 points 1 point 0 points	2 points	1
33. How does the bank engage with NGOs, think tanks and academics on the issue of climate change?	Regular meetings or phone calls Regular reporting Collaborative initiatives (please elaborate) Consultations (please give an example) Stakeholder committee Other (please specify) None of the above	0.5 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points	2.5 points	1.5
34. Please give an example of when a climate-related engagement with an NGO, think tank or academic has influenced and changed a policy or practice at the bank.	None of the above	0.5 points	0.5 points	0

Question	Possible Answers	Points	Max. Points	Bank's Score
Governance, strategy and implementation (max. 27 points)				
Strategy (max. 13 points)				
35. a. Does the bank have a strategy on climate change?	Yes, and it is a group-wide commitment aligned with the Paris Agreement Yes, and it is a group-wide commitment Yes, and it is aligned with the Paris Agreement Yes No	3 points 2 points 2 points 1 point 0 points 3 points		
b. Is this strategy comprehensive, ie. does it address all areas which are relevant for banks in terms of climate change?	The policy addresses all of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses three of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses one or two of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation	2 points 1 point	9 points	8
c. Is this strategy publicly available?	Yes No	1 point 0 points		
d. Are progress updates about this strategy disclosed?	Yes, at least annually. Yes, less than annually. No	2 points 1 point 0 points		
36. a. Is the bank planning to implement the recommendations of the Task Force on Climate-related Financial Disclosures? b. If yes, by what date is the bank intending to fully report against the recommendations?	Yes No (please explain) The bank is already doing so 2017 Annual Report 2018 Annual Report	2 points 0 points 2 points 1 point 0.5 points	4 points	2
Governance and implementation (max. 14 points)				
37. Is there board-level oversight of the climate strategy?	The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) and there is at least one board member with specific climate-related expertise The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) The board is involved in development of policies and targets (please outline this process) The board approves policies and targets No	3 points 2.5 points 1.5 points 1 point 0 points	3 points	2.5

Question	Possible Answers	Points	Max. Points	Bank's Score
38. a. How is awareness of climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition raised across the organisation? b. What percentage of employees has received training on climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition?	E-learning Seminars and workshops Conferences and other events Internal roadshows Other (please specify): Please indicate percentage.	0.5 points 0.5 points 0.5 points 0.5 points Up to 1 point (0.5 points each) Depending on percentage of employees trained: less than 20% - 0 points, 20% to 50% - 1.5 points, above 50% - 3 points	6 points	6
39. Are there any climate-related Key Performance Indicators (KPIs) or objectives for individuals or teams?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	2.5 points 1 point 1 point 0 points 2.5 points	2.5 points	2.5
40. Are those KPIs or objectives, if existent, translated into incentive structures and remuneration policies?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	1 point 1 point 0 points 2.5 points	2.5 points	2.5
			162 points	94

Score: 43 / 162
Category: Bystander



Scores converted into percentages to allow comparison between sections

Recommendations for investor engagement

Shareholders in UniCredit are encouraged to request:

- Disclosure of the current percentage of assets linked to high-carbon sectors relative to total assets and objectives going forward
- Strengthening of the policies on coal mining and thermal coal power generation, including more stringent exclusion criteria in line with <2°C scenarios and the adoption and publication of policies on oil and gas, as well as deforestation and peatland exploitation
- Publication and strengthening of the engagement policy, in line with <2°C scenarios, including clear timelines and objectives for clients and the introduction of a request for adopting the TCFD recommendations

Further recommendations are available for UniCredit and its shareholders upon request.

Question	Possible Answers	Points	Max. Points	Bank's Score
Risk assessment and management (max. 54 points)				
Risk assessment (max. 15 points)				
1. a. Are climate risk assessments embedded into traditional types of risk, including credit risk, market risk and liquidity risk? Please provide evidence.	Yes	2 points	3 points	0
b. Have the following committees discussed climate risk yet? If yes, please provide a brief summary of these discussions.	No (please explain)	0 points		
2. a. Does the bank use scenario analysis to assess value at risk under a variety of carbon pathways? Please specify which models are used for this analysis.	Group Risk Committee	0.5 points	4 points	0
	Group Audit Committee	0.5 points		
	Group Risk Committee and Group Audit Committee	1 point		
	Neither of the above	0 points		
	Yes, for <2°C scenarios and for all books / assets	1 point		
	Yes, for <2°C scenarios but only for some books / assets	0.5 points		
	Yes, for 2°C scenarios and for all books / assets	1 point		
	Yes, for 2°C scenarios but only for some books / assets	0.5 points		
	Yes, for 2°C+ scenarios and for all books / assets	1 point		
	Yes, for 2°C+ scenarios but only for some books / assets	0.5 points		
3. a. In 2016, what was the amount of assets (in reporting currency) linked to the following sectors? What percentage of total assets does each represent? (If using an alternative categorisation, please explain.)	No	0 points	4 points	0
	Yes	1 point		
	No	0 points		
	Oil & gas (carbon-related assets) [2 columns: absolute amount and percentage - same for other answer options]	Base scoring on percentage of carbon-related assets relative to total assets. For those banks that respond, award 3 points to the quartile with the lowest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the highest percentage. Provide 0.5 points for those banks that respond with partial information.		
	Coal (carbon-related assets)			
	Electric utilities, excluding independent power and renewable electricity producer industries (carbon-related assets)			
	Air freight			
	Passenger air transportation			
	Maritime transportation			
	Rail transportation			
	Trucking services			
	Automobiles and components			
	Metals and mining			
	Chemicals			
	Construction materials			
Capital goods				
Real estate management and development				
Beverages				
Industrial-scale agriculture				
Packaged foods and meats				
Paper and forest products				
Other (please specify)				
Total				
Yes	1 point			
No	0 points			
b. Is this information disclosed publicly?				

Question	Possible Answers	Points	Max. Points	Bank's Score
4. a. In 2016, to what extent was the bank involved in the underwriting of securities linked to the following sectors? Please disclose the absolute amount and the percentage of total securities underwritten.	Oil & gas (carbon-related assets) [2 columns: absolute amount and percentage - same for other answer options] Coal (carbon-related assets) Electric utilities, excluding independent power and renewable electricity producer industries (carbon-related assets) Air freight Passenger air transportation Maritime transportation Rail transportation Trucking services Automobiles and components Metals and mining Chemicals Construction materials Capital goods Real estate management and development Beverages Industrial-scale agriculture Packaged foods and meats Paper and forest products Other (please specify) Total Yes No	Base scoring on percentage of securities linked to carbon-related assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the lowest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the highest percentage. Provide 0.5 points for those banks that respond with partial information.	3 points	0
b. Is this information disclosed publicly?	Yes No	1 point 0 points Unscored		
5. a. What percentage of risk-weighted assets is carbon-related?	Oil & gas [2 columns: absolute amount and percentage - same for other answer options] Coal Electric utilities, excluding independent power and renewable electricity producer industries Yes No	1 point 0 points	1 point	0
b. Is this information disclosed publicly?	Yes No	1 point 0 points		
Risk management (max. 39 points)				
6. a. Does the bank have long-term objectives in terms of decreasing exposure to carbon-related assets or CO2e emissions (scope 3)? To what extent?	Yes, reducing exposure to zero Yes, reducing exposure by 50% or more Yes, reducing exposure by less than 50% No Reducing exposure to zero Reducing exposure by 50% or more Reducing exposure by less than 50% No objectives Yes No	5 points 3 points 1.5 points 0 points 3 points 2 points 1 point 0 points 1 point 0 points	9 points	0
b. Does the bank have long-term objectives in terms of decreasing its underwriting activities linked to carbon-related assets or CO2e emissions (scope 3)? To what extent?	Yes No	1 point 0 points		
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
7. a. What is the bank's group-wide policy regarding coal mining and coal power?	There is a policy which excludes any new or existing client depending on revenues from coal mining or coal power by more than 30% There is a policy which excludes any new or existing client depending on revenues from coal mining or coal power by more than 50% There is a policy which excludes project finance for coal mining and coal power globally There is a policy which excludes project finance for coal mining or coal power globally A policy, but not group-wide or does not fully exclude any of the above No coal policy At least annually At least every three years Less than every three years Yes No	2 points 1.5 points 1 point 0.5 points 0.5 points 0 points 1 point 0.5 points 0 points 1 point 0 points 3 points	5 points	1.5
b. How often is this reviewed?	At least annually At least every three years Less than every three years Yes No	0 points 1 point 0.5 points 0 points 0 points		
c. Is this policy publicly available?	Yes No	1 point 0 points		
8. a. What is the bank's group-wide policy regarding the provision of financial services that support the exploration and production of oil and gas reserves?	Policies excluding project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above, in addition to policies setting standards for upstream, midstream and downstream oil and gas operations Policies excluding project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above Policies excluding one or more of the following: project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above, in addition to policies setting standards for upstream, midstream and downstream oil and gas operations Policies excluding one or more of the following: project finance for Arctic drilling, tar sands, ultra-deepwater drilling and LNG export and general financial services to companies planning to engage in the above Policies setting standards for upstream, midstream and downstream oil and gas operations A policy, but not group-wide or does not apply any of the above No policy At least annually At least every three years Less than every three years Yes No	1.5 points 1.5 points 1.5 points 1 point 1.5 points 1.5 points 1 point 1.5 points 1.5 points 0.5 points 0 points 1 point 0.5 points 0 points 1 point 0 points	5 points	0
b. How often is this reviewed?	At least annually At least every three years Less than every three years Yes No	0 points 1 point 0.5 points 0 points 0 points		
c. Is this policy publicly available?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
9. a. Does the bank have a group-wide policy on deforestation, peatland expansion and exploitation, including respecting Free, Prior and Informed Consent - in line with the High Carbon Stock Approach?	A group-wide policy in line with the High Carbon Stock Approach - clients not acting in line or on a pathway towards acting in line with this approach are excluded A policy, but either not group-wide or not in line with the High Carbon Stock Approach	2 points		
b. How often is this reviewed?	No policy At least annually At least every three years Less than every three years	1 point 0 points 1 point 0.5 points 0 points	4 points	0
c. Is this policy publicly available?	Yes No	1 point 0 points		
10. a. What policies does the bank have in place regarding engagement with clients operating in the sectors most exposed to climate-related risks?	The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). Details on this are included in loan covenants. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients, and outlines what the consequences for clients that fall short are (including ending the provision of financing and all other services). The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients and outlines what the consequences for clients that fall short are. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines.	4 points		
b. How often is this reviewed?	The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines for clients and outlines what the consequences for clients that fall short are. The bank engages with some clients operating in the sectors most exposed to climate-related risks on <2°C alignment, sets clear objectives and timelines.	3 points	8 points	0
c. Is this policy publicly available?	At least annually At least every three years Less than every three years	2 points		
d. Does this engagement with clients include requests to adopt the TCFD recommendations?	Yes No Yes No	1 point 0 points 1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
11. a. Does the bank factor in climate change when assessing risk associated with any new or existing business and price that risk accordingly? If yes, please provide evidence. b. Is information about this made publicly available?	Yes Partly (for some new or existing businesses, but not all) No Yes No Please explain	3 points 1.5 points 0 points 1 point 0 points	4 points	0
12. a. Does the bank pursue any other approaches to mitigating climate risks? b. Is information about this made publicly available?	Yes No Yes, annually. Yes, less than annually. No	Up to 2 points (1 point per approach) 1 point 0 points 1 point 0.5 points 0 points	3 points	2
13. Does the bank issue regular update reports to communicate the implementation of and progress made on its policies to assess/mitigate climate risks?			1 point	0
Low-carbon products and services (max. 54 points)				
Current exposure and objectives (max. 24 points)				
14. a. In 2016, what was the amount of assets (in reporting currency) linked to low-carbon sectors? What percentage of total assets does this represent? (If using an alternative categorisation, please explain.)	[2 fields: amount and percentage]	Base scoring on percentage of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
b. What are the bank's long-term objectives in terms of increasing this percentage?		Base scoring on percentage of increase of low-carbon assets relative to total assets. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	7 points	3
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
15. a. In 2016, to what extent was the bank involved in the underwriting of securities linked to low-carbon sectors? Please disclose the absolute amount and the percentage of total securities underwritten.		Base scoring on percentage of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.	5 points	0
b. What are the bank's objectives in terms of increasing this percentage?		Base scoring on percentage of increase of securities linked to low-carbon assets underwritten, relative to total securities underwritten. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points for those that disclose partial information.		
c. Is this information disclosed publicly?	Yes No Unscored	1 point 0 points		
16. a. What percentage of risk-weighted assets is linked to low-carbon sectors?				
b. Which tools has the bank put in place to lower the risk associated with some low-carbon assets?	First loss guarantee mechanisms Partial risk guarantee mechanisms Other (please specify)	1 point 1 point Up to 1 point	4 points	0
c. Is this information disclosed publicly?	Yes No	1 point 0 points		

Question	Possible Answers	Points	Max. Points	Bank's Score
17. a. How much capital has the bank raised for its own activities via green bonds? What is the percentage of this compared to the total capital raised via debt markets? Please list each bond issued, the term and the quantum.		Base scoring on percentage of green bonds issued relative to total bonds issued. For those banks that respond, award 2 points to the quartile with the highest percentage, 1.5 points to the next quartile, 1 point to the next quartile, and 0 points to the quartile with the lowest percentage. Give 0.5 points if at least one green bond has been issued, but no percentage provided.	4 points	0
b. Are those green bonds certified? Please list the certifying body for each green bond issued.	Yes No	2 points 0 points		
18. a. Does the bank seek out opportunities for adaptation finance? If yes, how is this achieved?	Yes (please specify)	3 points		
b. Is this information disclosed publicly?	Yes No	0 points 1 point 0 points	4 points	0
Framework (max. 25 points)				
19. How much resourcing and capacity is being allocated to support the development of low-carbon products and services systematically across the bank?	Each main division (including retail banking, commercial banking, corporate banking and investment banking as appropriate) has staff dedicated to developing low-carbon products and services within their department. Some of the main divisions have staff dedicated to developing low-carbon products and services within their department. There is dedicated staff working on the development of low-carbon products and services across the bank. None	5 points 2.5 points 2.5 points 0 points	5 points	2.5
20. What percentage of your total research budget is allocated to exploring low-carbon opportunities (either internally or via outsourcing)?		Base scoring on percentage. For those banks that respond, award 3 points to the quartile with the highest percentage, 2 points to the next quartile, 1 point to the next quartile, and 0.5 points to the quartile with the lowest percentage - also 0.5 points if they prove there is a budget via research reports published, but cannot say how much	3 points	0

Question	Possible Answers	Points	Max. Points	Bank's Score
21. Please list an example of a low-carbon product or service the bank offers within each of the following divisions:	Retail banking, commercial banking, corporate banking, investment banking	Up to 8 points, 2 points each	8 points	8
22. How is the bank seeking to expand and promote these low-carbon products and services among its clients?	Communication with clients (list the following: newsletters, face-to-face meetings or phone calls, events, other (please elaborate)) Incentives (list the following: low collateral requirements for green loans, favourable loan pricing, lower fees, other (please elaborate)) Other (please elaborate)	Up to 3 points Up to 3 points Up to 3 points	9 points	3
Due diligence (max. 5 points)				
23. How does the bank certify and monitor low-carbon products and services to ensure their environmental sustainability?	Third party / independent reviews for all low-carbon assets followed up with regular update reports Third party / independent reviews for all low-carbon assets Third party / independent reviews for some low-carbon assets followed up with regular update reports Third party / independent reviews for some low-carbon assets None of the above	3 points 2 points 2 points 0.5 points 0 points	3 points	0
24. Does the bank disclose information publicly to allow stakeholders to assess the environmental sustainability of low-carbon products and services?	Yes, for all low-carbon assets Yes, for some low-carbon assets No	2 points 1 point 0 points	2 points	0
Policy engagement and collaboration with other actors (max. 27 points)				
Policy and regulatory framework (max. 15 points)				
25. a. Is the bank engaging with policymakers on any legislation or policy designed to reduce GHG emissions or to promote an orderly transition to a low-carbon economy? b. Is the bank engaging with policymakers and regulators on financial regulation to ensure the rules governing the banking sector incentivise the sector's support for a low-carbon economy? c. If you answered yes to questions a/b, please provide an example. d. Is this information disclosed publicly?	Yes No Yes, on an international level Yes, on a national level No Engagement on GHG reductions / transition to a low-carbon economy: Engagement on financial regulation: Yes No / Partly Yes, and staff have been encouraged to bring up climate change as a concern in each meeting with policymakers or regulators. Yes No Subsidies for fossil fuel companies Incentives for low-carbon growth Introduction of climate-related concerns into capital requirements regulation Introduction or enhancement of a carbon tax / other carbon pricing mechanism Climate-related disclosure requirements Other (please elaborate)	2 points 0 points 2 points 1 point 0 points Up to 1 point Up to 1 point 1 point 0 points 2 points 1 point 0 points 2 points 1 point 0 points 1 point 1 point 1 point 1 point 1 point Up to 1 point	7 points	7
26. Are there time and resources within the public affairs team specifically allocated to supporting the transition to a low-carbon economy?	Yes No	2 points 0 points	2 points	0
27. Does the bank publish its position on the following climate-related policy and/or regulatory issues?	Yes No	1 point 0 points	1 point	0

Question	Possible Answers	Points	Max. Points	Bank's Score
Trade associations (max. 3 points)				
28. a. Please list the trade associations the bank is a member of. b. Is this information disclosed publicly?	Yes No Yes - please briefly outline how this is achieved No Yes (please specify) No	Unscored 1 point 0 points 1 point 0 points 1 point 0 points	2 points	1
29. Does the bank ensure the climate policies of the trade associations it is a member of are not inconsistent with its own?	Yes (please specify)	1 point	1 point	1
30. Does the bank actively promote support for the low-carbon transition as a topic for policy engagements within the trade associations it is a member of?	Yes (please specify)	1 point	1 point	1
Other initiatives (max. 9 points)				
31. Is the bank a member/signatory of any of the following climate-related initiatives?	Banking Environment Initiative Equator Principles United Nations Environment Programme Finance Initiative (UNEPFI) United Nations Environment Programme Finance Initiative (UNEPFI) banking sector initiative on TCFD recommendations Carbon Disclosure Project (CDP) Green Bond Principles Science-Based Targets Other (please specify) Yes, ongoing engagement (please describe this engagement) Yes, this has been a topic of interaction (please describe the nature of this interaction) No	0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points 0.5 points Up to 0.5 points 2 points 1 point 0 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points	4 points	2.5
32. Does the bank engage with credit rating agencies on the issue of climate change?	Yes, this has been a topic of interaction (please describe the nature of this interaction) No	2 points 1 point 0 points	2 points	0
33. How does the bank engage with NGOs, think tanks and academics on the issue of climate change?	Regular meetings or phone calls Regular reporting Collaborative initiatives (please elaborate) Consultations (please give an example) Stakeholder committee Other (please specify) None of the above	0.5 points 0.5 points 0.5 points 0.5 points 0.5 points Unscored 0 points 0.5 points	2.5 points	1
34. Please give an example of when a climate-related engagement with an NGO, think tank or academic has influenced and changed a policy or practice at the bank.	None of the above	0.5 points	0.5 points	0.5

Question	Possible Answers	Points	Max. Points	Bank's Score
Governance, strategy and implementation (max. 27 points)				
Strategy (max. 13 points)				
35. a. Does the bank have a strategy on climate change?	Yes, and it is a group-wide commitment aligned with the Paris Agreement Yes, and it is a group-wide commitment Yes, and it is aligned with the Paris Agreement Yes No	3 points 2 points 2 points 1 point 0 points 3 points		
b. Is this strategy comprehensive, ie. does it address all areas which are relevant for banks in terms of climate change?	The policy addresses all of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses three of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation The policy addresses one or two of the following: climate-related risks, climate-related opportunities, policy engagements / collaborative initiatives, governance / implementation	2 points 1 point	9 points	2
c. Is this strategy publicly available?	Yes No	1 point 0 points		
d. Are progress updates about this strategy disclosed?	Yes, at least annually. Yes, less than annually. No	2 points 1 point 0 points		
36. a. Is the bank planning to implement the recommendations of the Task Force on Climate-related Financial Disclosures? b. If yes, by what date is the bank intending to fully report against the recommendations?	Yes No (please explain) The bank is already doing so 2017 Annual Report 2018 Annual Report	2 points 0 points 2 points 1 point 0.5 points	4 points	2
Governance and implementation (max. 14 points)				
37. Is there board-level oversight of the climate strategy?	The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) and there is at least one board member with specific climate-related expertise The board is a driving force in advancing climate-related concerns within the organisation (please provide an example of this) The board is involved in development of policies and targets (please outline this process) The board approves policies and targets No	3 points 2.5 points 1.5 points 1 point 0 points	3 points	1

Question	Possible Answers	Points	Max. Points	Bank's Score
38. a. How is awareness of climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition raised across the organisation? b. What percentage of employees has received training on climate-related risks and opportunities and the role of the banking sector in contributing to the low-carbon transition?	E-learning Seminars and workshops Conferences and other events Internal roadshows Other (please specify): Please indicate percentage.	0.5 points 0.5 points 0.5 points 0.5 points Up to 1 point (0.5 points each) Depending on percentage of employees trained: less than 20% - 0 points, 20% to 50% - 1.5 points, above 50% - 3 points	6 points	1.5
39. Are there any climate-related Key Performance Indicators (KPIs) or objectives for individuals or teams?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	2.5 points 1 point 1 point 0 points 2.5 points	2.5 points	2.5
40. Are those KPIs or objectives, if existent, translated into incentive structures and remuneration policies?	Yes, for the executive board and for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for employees in retail banking, commercial banking, corporate banking and investment banking Yes, for the executive board No	1 point 1 point 0 points 2.5 points	2.5 points	0
			162 points	43

Disclaimer

This publication and related materials are not intended to provide and do not constitute financial or investment advice. ShareAction makes no representation regarding the advisability or suitability of investing in any particular company, investment fund or other vehicle or of using the services of any particular entity, pension provider or other service provider for the provision of investment services. A decision to use the services of any pension provider, or other entity should not be made in reliance on any of the statements set forth in this publication. Whilst every effort has been made to ensure the information in this publication is correct, ShareAction and its agents cannot guarantee its accuracy and they shall not be liable for any claims or losses of any nature in connection with information contained in this document, including (but not limited to) lost profits or punitive or consequential damages or claims in negligence. ShareAction did not assess banks according to financial performance or metrics.

The research in this report was carried out between August and November 2017. During the period of analysis, the entities surveyed were informed of the answer options selected for them by email and were given the opportunity to comment on or ask questions on these to make additional disclosures or to provide clarification. Any notifications of changes, information or clarification not drawn to ShareAction's attention prior to the deadlines are not included in the report.

About ShareAction

ShareAction (Fairshare Educational Foundation) is a registered charity that promotes responsible investment practices by pension providers and fund managers. ShareAction believes that responsible investment helps to safeguard investments as well as securing environmental and social benefits.

shareaction.org	16 Crucifix Lane
info@shareaction.org	London, United Kingdom
+44 (0)20 7403 7800	SE1 3JW

About Asset Owners Disclosure Project

The Asset Owners Disclosure Project is a ranking of global asset owners and asset managers that is managed by responsible investment charity ShareAction. The objective of the AODP is to protect retirement savings and other long-term investments from the risks posed by climate change by improving disclosure and industry best practice.

Contact

Toby Belsom
Head of Investor Research & Analytics
toby.belsom@shareaction.org

Sonia Hierzig
Project Manager – Banking
sonia.hierzig@shareaction.org

The opinions expressed in this publication are based on the documents specified. We encourage readers to read those documents. Online links accessed 07 March 2017. Fairshare Educational Foundation is a company limited by guarantee registered in England and Wales number 05013662 (registered address 16 Crucifix Lane, London, SE1 3JW) and a registered charity number 1117244, VAT registration number GB 211 1469 53.

ShareAction»