

Climate (Transition) Plans The learning curve

Climate plan – Achmea's Journey so far



2019

Financial Institutions signed a Climate Commitment in the Netherlands

- Assist is financing the energy transition
- Measure the GHG emissions and report by 2020
- Publish Climate Transition Plan by 2022
- Report and discuss progress annually with Ministry of Finance and signatories
- Reduce emissions with 49% in 2030 compared to 1990 (best-effort obligation)
- Compliance with Paris accord

Achmea Climate Transition Plan

2022

How we are working to realise our climate ambitions

Achmea's first Climate Transition Plan is published

- Climate-neutral business operations in 2030.
- Climate-neutral property and mortgage portfolios in 2050.
- Climate-neutral investment portfolio in 2040 (equities and corporate bonds).
- Climate-neutral investment portfolio in 2050 (other relevant asset classes).
- Climate-neutral insurance portfolio by no later than 2050

Achmea Climate Transition Plan

2023

How we are working to realise our climate ambitions

Achmea's second Climate Transition Plan is published (update)

- In 2022, the Dutch government published their ambitions in Climate Policy Programme increasing the reduction ambition in 20230 to 60% and provided directions for 2050.
- Insured emission targets are included











FIT finance initiative





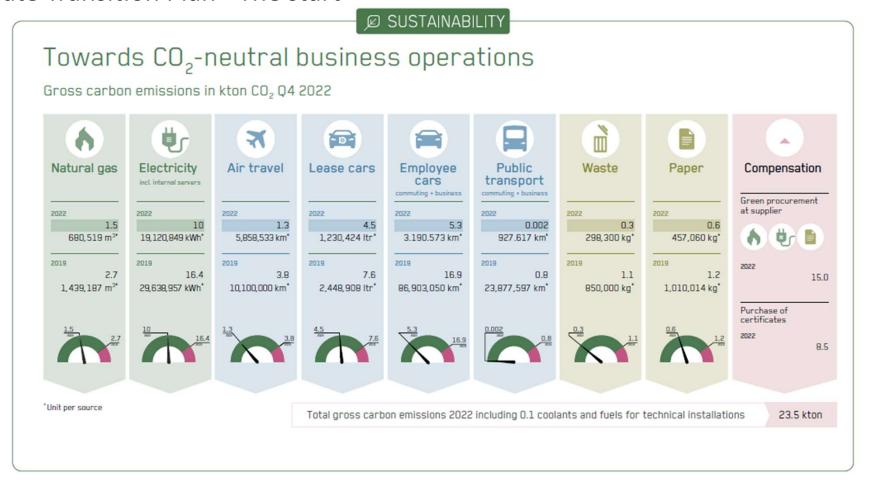
Climate Transition Plan - The start

Climate commitment of the Dutch financial sector

Net zero Insurance Alliance (Currently renamed to Forum for Insurance Transition to Net Zero (FIT))

- Achmea started developing the Climate Transition Plan with the goals of Net Zero by 2050, assisting the reduction of the GHG emissions by 2030 (Dutch Climate Commitment) and disclosure commitments
- The goals and actions for the Own operations were 'the easiest' to develop

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- The goals and actions for the Own operations were 'the easiest' to develop
- The goals and actions for the reduction in emission related to investments and insurance were more distant

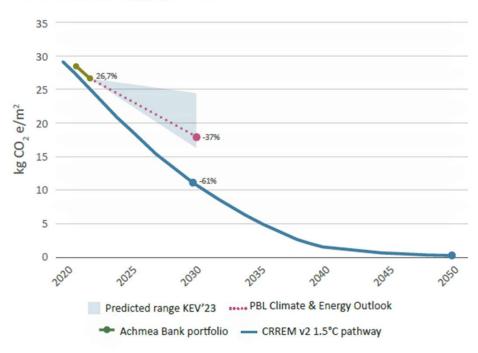
Climate Transition Plan – After the start – the Updates

The goals and intermediate targets are to be set in the updates of the plan

- Scope has been elaborated to include insured emissions
- Reporting on Scope 3 GHG Emissions (where possible), no intermediate targets set (yet)
- The sustainability goals and targets are potentially conflicting with other 'areas of interest'
 - Prudential requirements
 - Diversified investment portfolios
 - Just transition / 'Leaving nobody behind'
- The goals and intermediate targets are highly depended on government transition plans
 - Ability and planning to abandon fossil fuel
 - Sufficient resources to implement the transition in society

Climate Transition Plan – After the start – the Updates

Achmea Bank mortgage portfolio



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- The goals and intermediate targets are highly depended on government transition plans
 - Ability and planning to abandon fossil fuel
 - Sufficient resources to implement the transition in society
- Not for all activities, credible pathways are known or established
- More and more regulatory initiatives want to be part of the Climate Plans

Climate Plans – the next Phase

Achmea has to prepare and disclose several Climate related plans based on signed commitments (Dutch Climate commitment, FIT, GRI) and due to EU legislation (CSRD, CSDDD, Review 2020, CRD V/CRR II).

The Climate plans (transition plans are getting bigger and more elaborated)

- Net zero planning and Transition planning
- Adaptation planning
- Bio-diversity transition
- Prudential effects of climate change and Biodiversity

The plans all have similar characteristics

- Long term nature and intermediate targets
- Comprehensive e.g. the scope is the whole of the organisation often including the Value chain
- Involves several climate scenarios
- Plans should be disclosed to the stakeholders in various extents of detail

The question is whether to develop one holistic plan or to develop multiple plans.



