

TCFD report 2024

The recommendations from TCFD (“Task Force on Climate-related Financial Disclosures”) cover four main areas (governance, strategy, risk management and metrics/targets), and consist of 11 specific sub-recommendations.

Eksportfinans ASA continued its work to identify how climate risks may affect the company in 2024. The table below shows the company's status and ambitions when it comes to the 11 recommendations in the TCFD framework.

Governance Disclose the organization's governance around climate related risks and opportunities	
<p>a) A description of the board's oversight of climate-related risks and opportunities</p>	<p>The Board of Eksportfinans annually reviews the company's guidelines for sustainability (which includes issues related to the environment and climate), the company's risk report (which also include ESG-related risks), as well as the company's comprehensive guidelines for risk management, where issues related to climate risks are incorporated. The board reports on climate risk in its annual report for 2024.</p> <p>Eksportfinans has been certified as an Eco Lighthouse company until the end of 2024. This required monitoring and reporting of ESG related risks, and the board was continuously updated on this work. As a result of the company's winding down process, it has from 2025 been decided that Eksportfinans no longer shall be certified as an Eco Lighthouse.</p> <p>Eksportfinans will comply with all mandatory laws and regulations on sustainability, but the activities will be based on a risk-based approach and the principle of proportionality will be applied where possible.</p>
<p>b) Describe management's role in assessing and managing climate-related risks and opportunities</p>	<p>The responsibility for sustainability in Eksportfinans lies with the director of staff and operations, a function that also includes responsibility for the company's lending portfolio. The responsibility for incorporating ESG- and climate risk in the company's risk guidelines and risk assessments lies with the director of risk management and compliance.</p> <p>The management follows the work on climate risks closely. All matters raised to the board are first handled by the management team, including guidelines and reports. To be prepared for developments within the area, an internal ESG group with participants from different parts of the company has been established. Climate risk is one of the topics discussed. The group reports to the management team and the company's liaison committee.</p>

Strategy

Disclose the actual and potential impacts of climate-related risks and opportunities on the organization's businesses strategy, and financial planning.

a) Describe the climate-related risks and opportunities the organization has identified over the short, medium and long term	<p>According to the additional TCFD recommendations related to the banking and finance industry, the company's credit activities are most relevant to assess. The company regularly reviews its exposures with the aim of mapping ESG and climate-related risks that may be drivers of the standardized company risks and thus be of strategic and financial importance.</p> <p>Climate-related risk in the lending portfolio has been assessed based on the geographical areas in which Eksportfinans' borrowers operate, their dependence on fossil fuels, how future climate regulations and changes may affect them, and transition risk. These factors have been considered to determine the potential risk in the portfolio over the remaining life of the loans and the effect it will have on the credit risk of the loans.</p> <p>Climate risks in the investment portfolio has been assessed based on geographical areas (on country level) within each sector where the company has exposure. The assessment is based on the counterparties' dependence on fossil fuels, how future climate regulations and changes will affect them, and transition risk. These factors have been assessed to determine the potential credit exposure risk the investment portfolio.</p> <p>Overall, Eksportfinans considers the company's exposure to climate risks to be low.</p>
b) Describe the impact of climate-related risks and opportunities on the organization's businesses, strategy and financial planning	<p>Eksportfinans is in the process of winding down its business and does not issue new loans. The current loan portfolio is small. The company's strategy is mainly to manage the lending portfolio and investors' funds in an efficient way. The company assesses risk, hereunder climate risk, where relevant, and has established sound processes for monitoring and follow-up. The company's possibilities for influencing climate risk in its portfolios are limited.</p>
c) Describe the potential impact of different scenarios, including a 2°C scenario, on the organization's businesses, strategy and financial planning	<p>On the basis of its current operations and winding down plans, the company is not significantly affected by climate-related threats and opportunities. Nevertheless, the company will adapt to the various rules and requirements that will come and incorporate these into strategies and plans.</p> <p>Eksportfinans will further assess the need for climate-related scenario analyses in its annual ICAAP reporting.</p>

Risk management	
Disclose how the organization identifies, assesses and manages climate-related risks.	
a) Describe the organization's processes for identifying and assessing climate-related risks	<p>Eksportfinans reviews ESG and climate-related risks according to the TCFD framework on an annual basis, with emphasis on identifying ESG and climate-related risks that are drivers of the company's overall risk. The lending and investment portfolios are assessed in relation to climate-related risk. The conclusion is that all investments and lending are considered to have low to medium risk.</p> <p>The results of these reviews are incorporated into the company's guidelines and reporting.</p>
b) Describe the organization's processes for managing climate-related risks	<p>Going forward, Eksportfinans regularly monitors ESG and climate-related risks as a natural part of the company's risk management. If the company identifies risks of significant importance, it will initiate measures to mitigate the risk, within the frame of the company's natural potential for influence, e.g. selling the asset in question or initiating dialogue with borrowers in refinancing situations.</p>
c) Describe how processes for identifying, assessing and managing climate-related risks are integrated into the organization's overall risk management	<p>Eksportfinans' processes are described in the company's general risk guidelines, which include a separate chapter on climate risks. The guidelines are updated annually.</p>
Metrics and targets	
Disclose the metrics and targets used to assess and manage relevant climate-related risks and opportunities	
a) Disclose the metrics by the organization to assess climate-related risks and opportunities, in line with its strategy and risk management process	<p>Eksportfinans does not currently have an efficient system when it comes to calculating climate risks and opportunities. The company has an internal risk monitoring system which, among other things, was used as long as the company was certified as an Eco-Lighthouse.</p> <p>Eksportfinans has not established any long-term emission targets, but focuses on day-to-day emissions. The company is renting offices in central Oslo, with limited possibilities to influence emissions. As the company is in a winding down phase, it is not relevant to establish scenarios with a long time horizon.</p>

<p>b) Disclose Scope 1, Scope 2, and if appropriate, Scope 3 greenhouse gas (GHG) emissions, and the related risks</p>	<p>In relation to the Eco-Lighthouse certification, assessments were made of the company's scope 1, 2 and 3 emissions. As the company from 2025 no longer has such certification, greenhouse gas emissions will not be reported.</p>
<p>c) Describe the targets used by the organization to manage climate-related risks and opportunities, and performance against targets</p>	<p>Eksportfinans has not established specific targets when it comes to managing climate-related risks and opportunities. Such targets are not particularly relevant as the company 1) does not issue new loans and 2) only invests in securities issued by banks and public sector.</p>