

FY21 climate-related disclosures reporting supplement

The following document outlines parameters used in Suncorp Group's climate change scenario and portfolio analyses and FY21 climate-related disclosures. It forms the basis for resulting Limited Assurance provided by KPMG.

	LOW CARBON INVESTMENT	CARBON INTENSITY OF INVESTMENTS	TRANSITION RISK FOR AUSTRALIA AND NEW ZEALAND	SENSITIVE SECTOR PROGRESS
Portfolio definition	Green Bond, Domestic Fixed Interest, Diversified Property, Renewable Energy funds and portfolio.	Australian shares Global shares Australian fixed income Global credit	Investments All investment data as at 31 December 2020 For Australia (AAIL, SGL and SFPL portfolios) For New Zealand (VINZL, VLIL and ALLNZ) Insurance Commercial Insurance portfolios, including commercial, corporate, SME and Workers Compensation portfolios and products. Bank Business Banking, which includes Development Finance, Agribusiness, Property Investment, Commercial Lending, and Small Business.	Commercial Insurance and Business Banking portfolios per Suncorp's Fossil Fuel Standard. For investments, all Australian share and global share portfolios, all domestic and global fixed income portfolios. Exemptions - Investments: Exposures via pooled investment vehicles where Suncorp is not the Responsible Entity. Exemptions - Insurance: Insurance to personal insurance customers and small-to-medium businesses Statutory or compulsory insurance (e.g. workers' compensation and compulsory third-party insurance) Exemptions - Bank: Lending to retail customers and small-to-medium businesses Deposit products Transactional Treasury products (same-day FX) Exemptions – All: Companies whose business is clearly consistent with the transition to a net-zero carbon emissions economy by 2050.
Boundaries and measures	Market value (\$) as at 31 December 2020.	Carbon intensity based on holdings 31 December 2020 – calculated as weighted average portfolio carbon intensity based on market values as 31 December 2020.	Analysis includes exposures captured by ANZSIC Code (Level 4), or GIC within the relevant portfolio. 'Gross Written Premium' is defined as relevant premium written at 31 December 2020. 'Lending' is defined as exposure at default at 31 December 2020. Internal investment data for FUM held as at 31 December 2020 including look through data to individual counterparties where investment is in the managed fund or similar.	Boundaries: Progress in phasing out of direct financing and underwriting of thermal coal, and oil and gas, by 2025. Progress in phasing out of direct investment in thermal coal by 2025, and direct investment in oil & gas by 2040. Direct financing, underwriting or investment in of new or additional: Thermal coal mining extraction projects; Thermal coal electricity generation; Oil or gas exploration or production. Avoidance of: Companies involved in tar sands; Oil and gas exploration or production inside the arctic circle or the Great Australian Bight.
Risk metric	N/A	\$million revenue/ton CO ₂ e	Gross Written Premium (\$) Amount invested (\$) Lending (\$) Sustainable (>15%) / Neutral (-5% to 15%) / Challenged (<-5%) Measures are defined by change in activity determined by ClimateWorks TIMES model.	Investment Fossil Fuel Involvement as defined by Sustainability: A measurement of the percentage of revenue that companies derive from thermal coal extraction, coal-based power generation, oil & gas production, oil & gas-based power generation, and oil & gas-related products and services. The measure is the calculated portfolio weighted average fossil fuel involvement based on 31 December 2020 market values. Insurance

				Total fossil fuel underwriting exposure captured within portfolio boundaries, expressed as a percentage of General Insurance Gross Written Premium, at 30 June 2021. Bank Total fossil fuel lending exposure captured within portfolio boundaries at 30 June 2021.
Scenario used	N/A	N/A	1.5 and 2 degree scenario for 2030 and 2040 time horizon	N/A
Notes	Suncorp calculates its exposure to low carbon assets using the Investor Coalition taxonomy. These include green bonds, renewable energy infrastructure and energy efficient real estate. Analysis was supported by third party data.	Suncorp's fixed interest and equity portfolio exposures are provided to Sustainalytics who calculate a weighted carbon intensity for each of our Australian and Global investments. Analysis was supported by third party data including the Sustainalytics carbon database at December 2020.	Suncorp used climate scenario analysis conducted by ClimateWorks Australia to identify the potential impact on specific ANZSIC codes. Suncorp's exposure is calculated as the weighted exposure our GWP has across ANZSIC codes which are expected to decline under transition scenarios. Company websites, disclosure statements and other publicly available information were used in order to ascertain the correct ANZSIC code. A manual process of conversion was adopted from BICS to ANZSIC.	Company websites, disclosure statements and other publicly available information were used in order to ascertain the correct ANZSIC code. 'New thermal coal mining extraction projects' and 'new thermal coal electricity generation' means capital expenditure on new projects or activities by the customer/client. Analysis was supported by third party data including the Sustainalytics carbon database at December 2020.