

CSR AND CLIMATE

MAY 2022

**C'EST VOUS
L'AVENIR**  **SOCIÉTÉ
GÉNÉRALE**

A CSR AMBITION THAT DRIVES OUR PURPOSE INTO ACTION

BUILDING TOGETHER, WITH OUR CLIENTS, A BETTER AND SUSTAINABLE FUTURE
THROUGH RESPONSIBLE AND INNOVATIVE FINANCIAL SOLUTIONS

**ENVIRONMENTAL
TRANSITION**

**POSITIVE LOCAL
IMPACT**



**CULTURE OF
RESPONSIBILITY**

**RESPONSIBLE
EMPLOYER**

300BN EUR
FOR 2022-2025

Sustainable Finance Contribution

CSR, A STRATEGIC AND PIVOTAL TOPIC FOR THE BOARD OF DIRECTORS

The Board of Directors approves the Group's strategic CSR guidelines and oversees their implementation.

The Board has ensured the presence of the necessary skills, including the appointment of a censor for the purpose of advisement regarding energy transition aspects.

CSR issues are handled by the Board of Director's different committees, specifically the Risk Committee and the Compensation Committee.

CSR, A PRIORITY TASK FOR GENERAL MANAGEMENT

A STRONGER ORGANIZATION

- CSR policies and their implementation are monitored by the Deputy Chief Executive Officer
- The Sustainable Development Department is under the direct responsibility of General Management
- CSR is built into the mandates of the Heads of different business lines and services

A MANAGED APPROACH...

**GROUP STRATEGIC
COMMITTEE**

RISK COMMITTEE

**BUSINESS UNIT / SERVICE
UNIT STRATEGY OVERSIGHT
COMMITTEES**

**RESPONSIBLE
COMMITMENTS COMMITTEE**

... SUPPORTED BY AN AMBITIOUS PROGRAM

ESG BY DESIGN

CLIMATE & ENVIRONMENTAL TRANSITION

MORE THAN 20 YEARS OF COMMITMENT TO THE ENVIRONMENTAL TRANSITION

2001-2017	2018	2019	2020	2021
Positive Impact Initiative	Initiative Climate Bond	United Nations Principles for responsible banking and Collective Commitment to Climate Action	PACTA for Banks Hydrogen Council	UNEP-FI Net-Zero Banking Alliance & NZAO
CDP, Equator Principles and Soft Commodities Compact	ICMA Green Bond Principles Katowice Commitment	Getting to Zero Coalition Poseidon principles		Steel Climate-Aligned Finance Working Group

CLIMATE CHANGE CHALLENGE: 3 PRIORITIES



**PRO-ACTIVELY MANAGE
THE CLIMATE IMPACT OF
ACTIVITIES**



**MANAGE CLIMATE-
RELATED RISKS**



**SUPPORT CLIENTS
IN THEIR
ENVIRONMENTAL
TRANSITION**

MANAGING RISK RELATING TO CLIMATE CHANGE

CLIMATE CHANGE CAN CAUSE:

Physical risk for financed assets

Transition risk for our clients

PROCESS FOR MANAGING CLIMATE RISK:

Climate risk impact analysis:

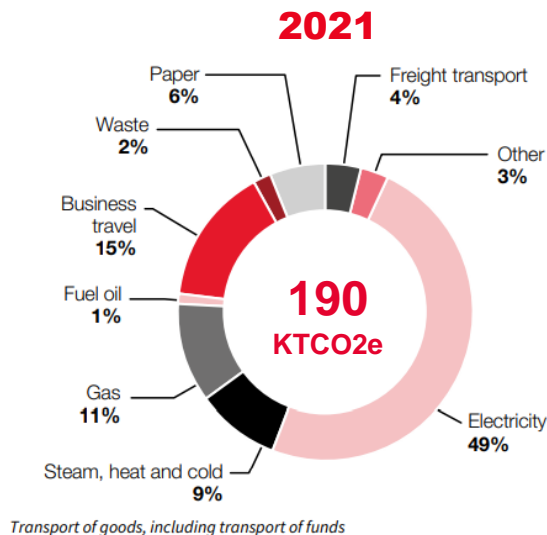
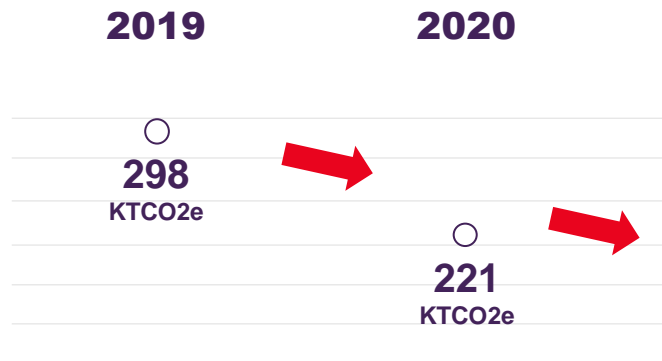
- For the Group's geographies of operation
- For our clients and our financing

Assessment of the sensitivity of a country or an economic sector to transition risk

Portfolio analyses, dedicated stress test exercises based on these aspects

PROACTIVELY MANAGE THE IMPACTS OF BUSINESS ACTIVITIES (1/3)

50% REDUCTION OF CO₂ EMISSIONS TIED TO THE GROUP'S ACTIVITY BETWEEN 2019 AND 2030



Breakdown of the Group's direct CO₂ emissions



Internal carbon tax, an innovative mechanism in place since 2011



Sums collected were redistributed at the **Environmental Efficiency Awards**

PROACTIVELY MANAGE THE IMPACTS OF BUSINESS ACTIVITIES (2/3)

GRADUALLY ALIGN OUR CREDIT PORTFOLIOS WITH TRAJECTORIES COMPATIBLE WITH A 1.5°C SCENARIO

OUR MAIN COMMITMENTS

OIL AND GAS

Reduce our exposure to oil and gas extraction by at least 10% between 2019 and 2025

COAL

Reduce our exposure to coal to zero by 2030 in the EU and OECD countries, and by 2040 in the rest of the world

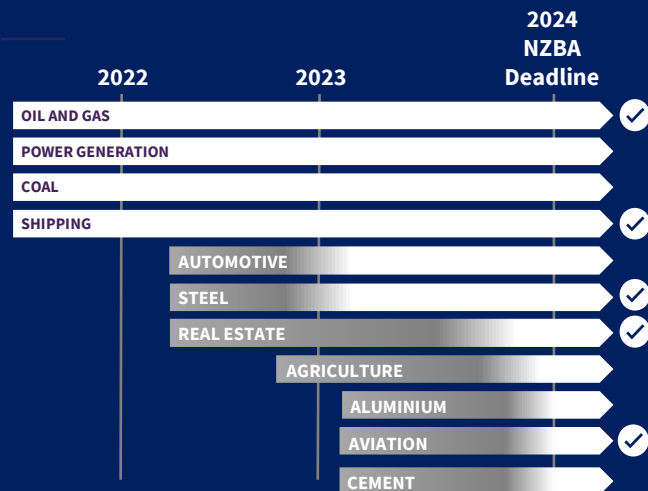
VEHICLE LEASING

Reduce the carbon intensity of ALD Automotive deliveries by 40% between 2019 and 2025

POWER GENERATION

Reduce the carbon emission intensity of power portfolio by about 75% between 2019 and 2040

Facilitating several industry-specific working groups of the NZBA^(1&2)



Caption:

NZBA Methodology Goal Publication Operational

✓ NZBA working groups lead by Société Générale

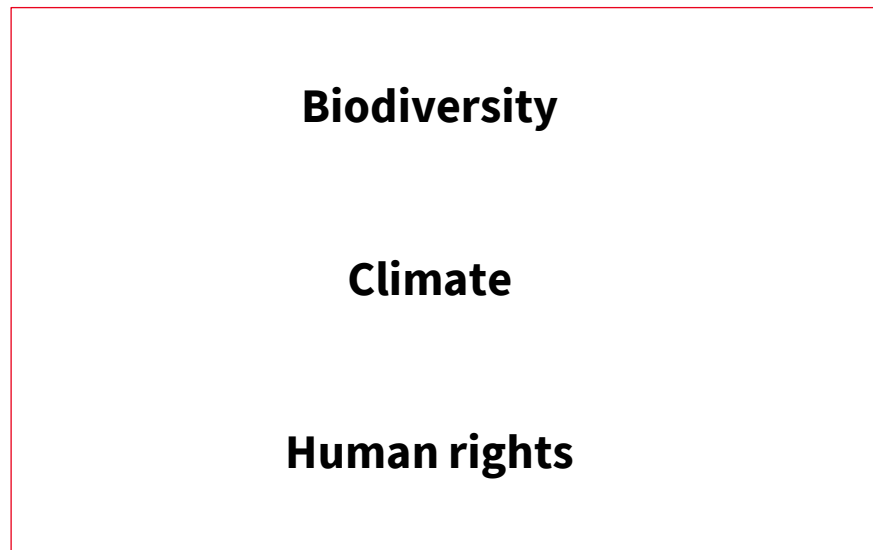
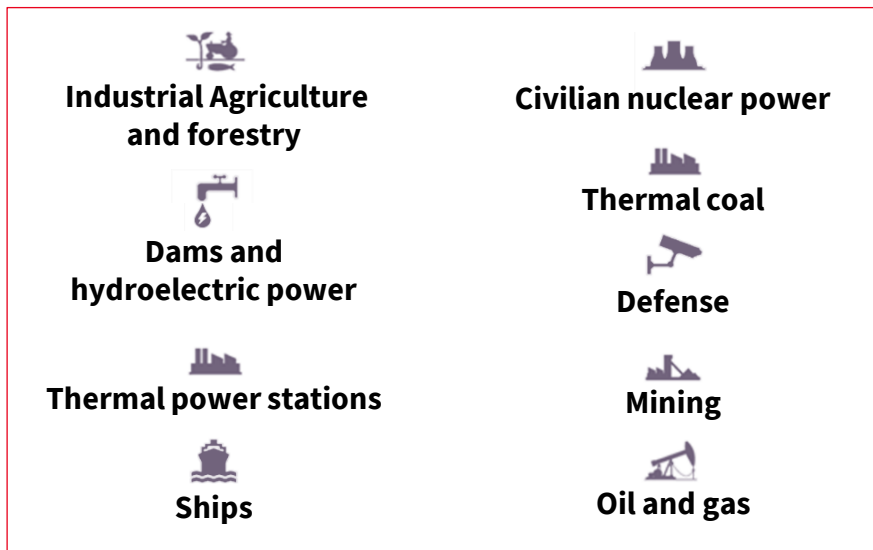
(1) Net Zero Bank Alliance (2) Scenario: MOI 2050 ambition

PROACTIVELY MANAGE THE IMPACTS OF BUSINESS ACTIVITIES (3/3)

CLIMATE COMMITMENTS IN TERMS OF SECTORAL POLICIES

9 policies in the most sensitive industries

3 environmental and social positions



SUPPORTING CLIENTS IN THEIR TRANSITION PROCESS (1/2)

MEETING THE NEEDS OF COMPANIES

Analyze their specific needs

Assist them in their own positive impact projects

Select or structure adapted offers:



Sustainable and
positive impact
financing



Responsible and
sustainable
investment



Strategic and
innovation advisory
services



Specialized services
mobility, equipment, supply
chain...

... in compliance with the Group's own commitments.

#1 Project Financing Advisor Worldwide (1)

#2 Sustainable export finance deals (2)

#3 Worldwide in Renewable Energy Project Finance (3)

Bank of the Year
for Sustainability
by IFR



Investment Bank of the
Year for Sustainability
2021 by The Banker

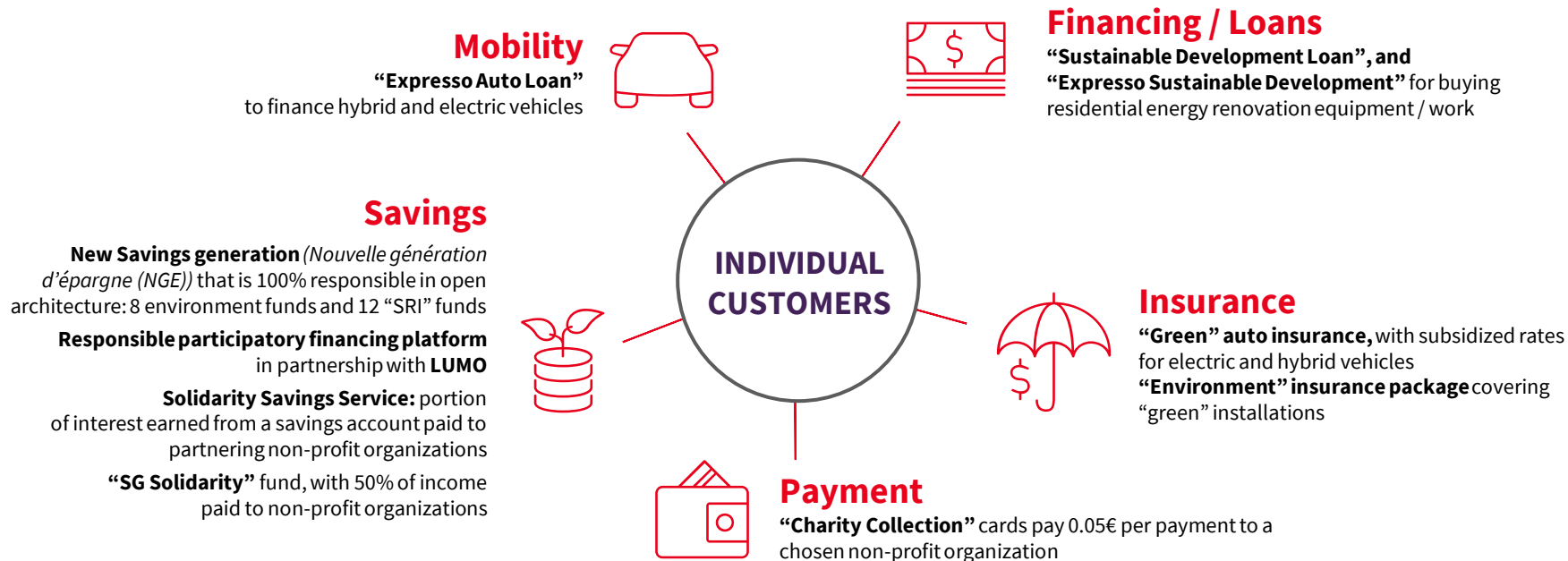


Best IB Bank for
Sustainable Finance
2022 by Global Finance



SUPPORTING CLIENTS IN THEIR TRANSITION PROCESS (2/2)

MEETING THE NEEDS OF INDIVIDUALS



**THE FUTURE
IS YOU**  **SOCIETE
GENERALE**