

AsOneToZero

we can only get to zero as one.

FRDO SEMINAR - ALIGNING FINANCE WITH
SUSTAINABLE DEVELOPMENT

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Triodos Bank's mission is anchored in its articles of association

Article 2: "Through the exercising of its banking business the company aims to contribute to social renewal based on the principle that every human being can develop themselves in freedom, that they each have equal rights, and all bear responsibility for the consequences of their actions on other people and the earth."

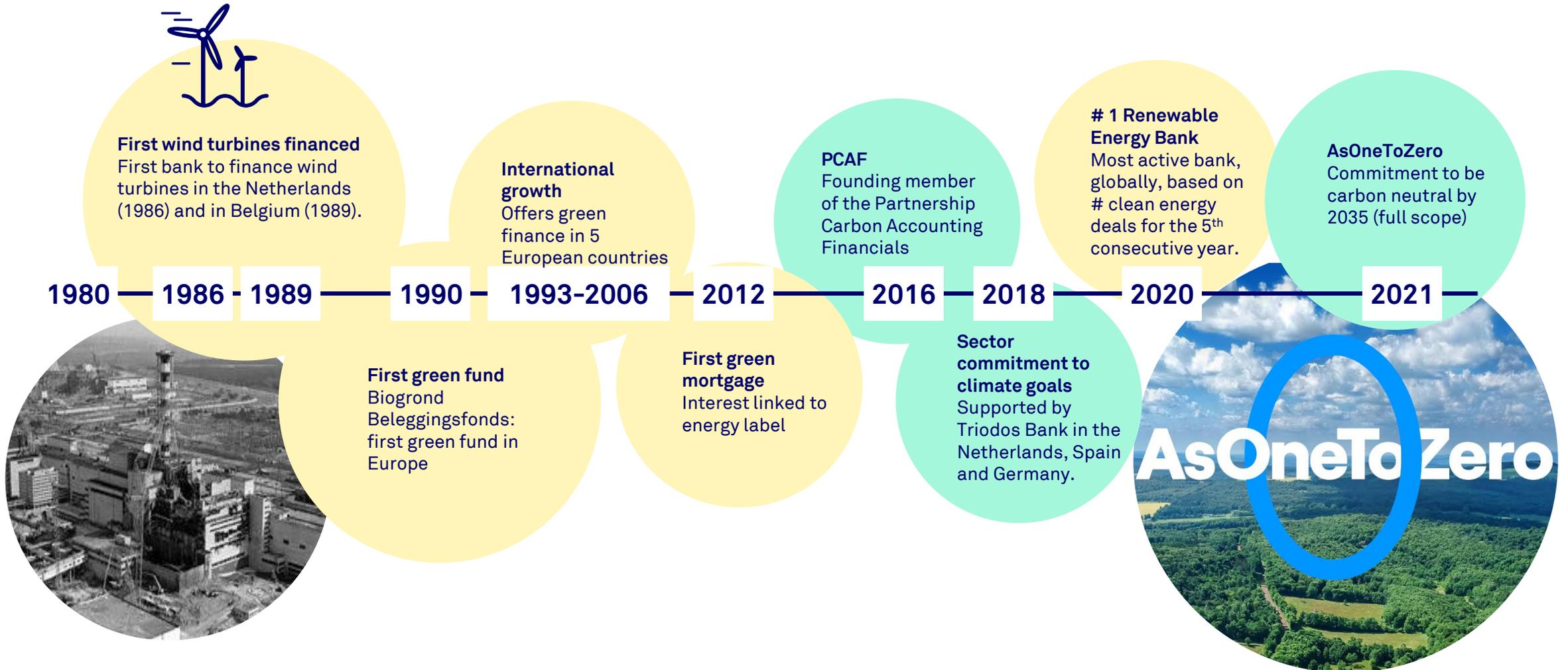
Social renewal as a goal

Money, and banking, as a means

Built on the principles of freedom, equality and brotherhood

Integration in governance, structures, systems, decisions, engagement, ...

The journey leading us to Net 0 started in 1980



Our commitment: Net 0 by 2035

Net 0, consistent with limiting global warming to 1.5 degrees.

All Triodos Bank's loans and funds' investments in scope

Holistic, inclusive approach
> GHG reduction



As One To Zero

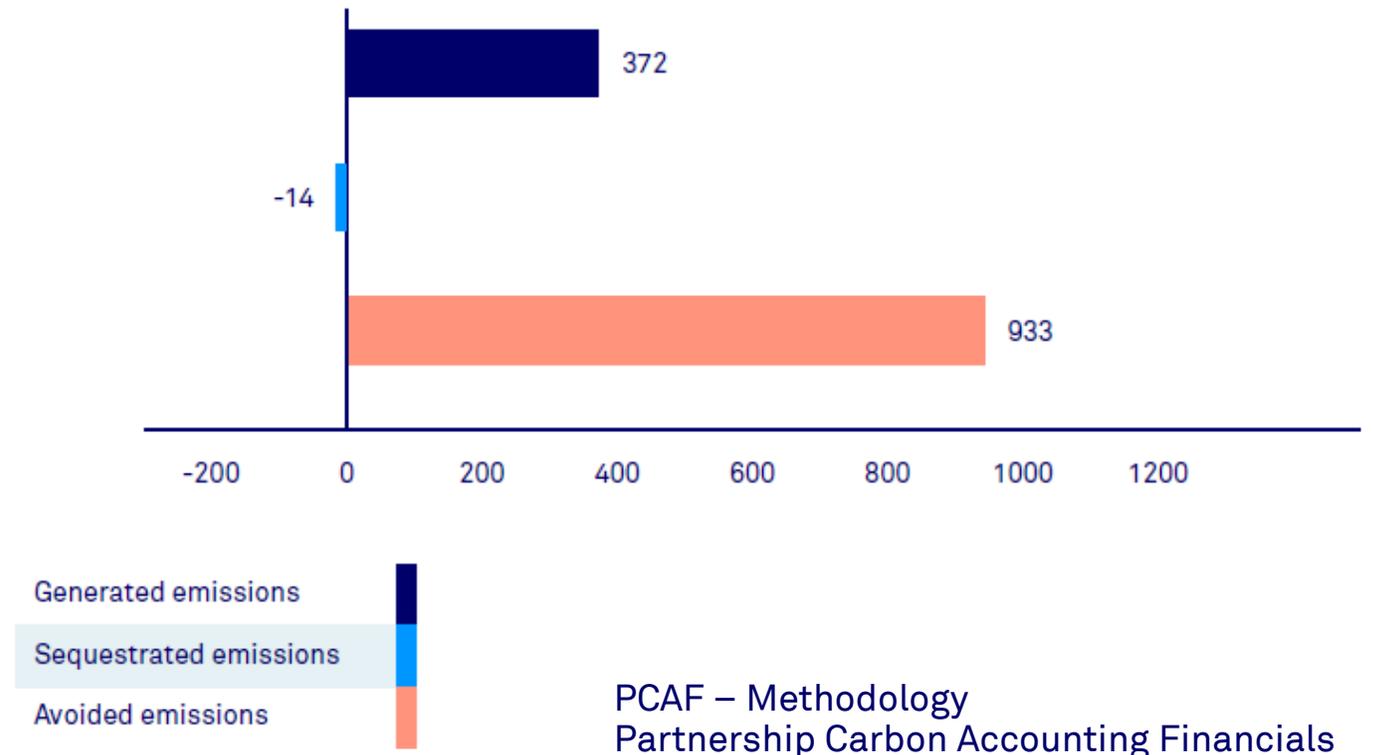
From GHG measuring to target setting

Reduce the emissions in our portfolio (real estate, agriculture, ...)

Increase the sequestration of emissions through nature-based solutions

Clean energy essential but does not contribute directly to net zero

Climate impact of our loans and investments
in ktonne CO₂ eq. 2020



Focus on loans and funds' investments with highest climate impact

Sector view (Integrated Annual Report 2020)

	2020				2019 ¹
	Total outstanding (million EUR)	Attributed emissions (kton CO2 eq.)	Emission intensity (kton CO2 eq. / billion EUR)	Data quality score high quality = 1 low quality = 5	Attributed emissions (kton CO2 eq.)
Environment:					
- Organic farming	298	13	43	2,9	15
- Sustainable property	963	30	31	3,4	34
- Residential mortgages	2.739	26	9	2,3	35
- Environmental - other	298	13	42	5,0	9
Social:					
- Care for the elderly	748	29	38	3,8	24
- Healthcare - other	456	17	37	5,0	16
- Social housing	528	23	44	4,0	22
- Inclusive finance & development	816	11	13	5,0	9
- Social other & municipalities	377	13	35	5,0	15
Culture:					
- Arts and culture	501	34	67	4,6	32
- Education	322	9	29	4,1	7
- Culture - other	271	16	60	5,0	15
- IEB funds	2.306	139	60	2,9	86
	10.623	372	35	3,5	317
Nature development & Forestry	57	(14)	(252)	2,9	(24)
	10.680	358	33	3,5	293
Renewable energy	2.384	933	391	1,4	963
	13.063			3,1	

¹ 2019 figures have been restated for consolidation differences

² Avoided emissions should not be summarized because their absolute emission is zero.

Net 0 by 2035

SBTi validation

Roadmap to be developed
First review 2025

In collaboration with clients,
customers and other stakeholders:
we can only get to zero as one.

Our approach is concrete and 'open source'

Minimum standards

Exclusion criteria

[Minimum standards](#)

Theories of change

- Reset the economy
- Food & agricultural systems
- Energy & climate

[Reset the economy](#)
[Food & agricultural systems](#)
[Energy & climate](#)

Transparency

- *Know where your money goes*
- Impact Reporting

[Know where your money goes \(triodos.com\)](#)
[Integrated Annual Report 2020 \(annual-report-triodos.com\)](#)

3 key takeaways on Sustainable Finance

Stop regulating the solution, start tackling the problem

- The risk of current regulations missing the point
- 1.5°C is already 'in the books' (a.o. Carbon Tracker)
> stop financing fossil fuel expansion and exploration / financial regulators to steer on assets
- All finance has impact

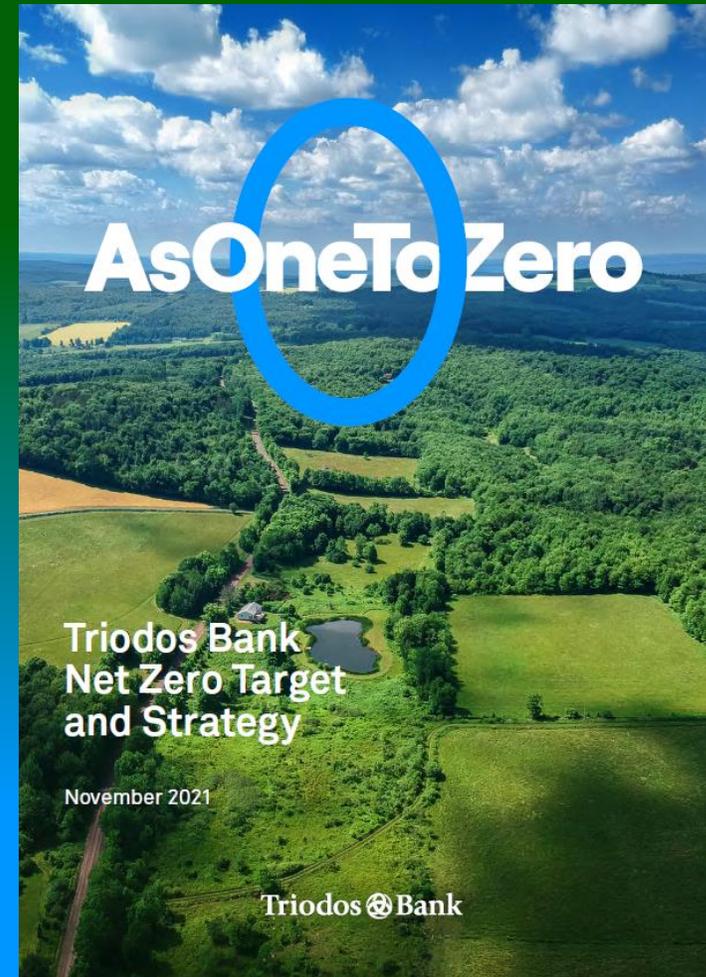
Reducing emissions & respecting social inclusion of all people

- not as an excuse to slow the pace of change
- a just transition as a litmus test in sustainable finance decisions
- e.g. ensuring households in energy inefficient properties have access to affordable retrofit;
- e.g. converting agriculture & support the farmers .

A coherent & embedded Sustainable Finance approach

- Coherence through public expenditure and public finance policies
- Sustainable Finance embedded in a whole of theories of change and transition plans for economic sectors & societal domains (e.g. *Klimaattafels* in the Netherlands)

Thank you



[Triodos Bank sets target to reach net zero by 2035](#)