

KBC Group

Sustainability Report

Reporting on our sustainability journey:
our achievements, our progress and our ambitions

2022

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About this report



Collective
Commitment
to Climate Action

- Prepared in accordance with the GRI Universal Standards and the GRI Topic Standards
 - In 2022, we completed the biannual **materiality assessment** to identify material topics and is included in the annex of the report
 - The **material topics define the content of the report**, and are discussed throughout the report
- Includes relevant disclosure topics and associates metrics under the **SASB Commercial Banks** industry standard
- Includes reporting on our ongoing climate change actions in line with our commitment to the **Collective Commitment to Climate Action** and structured according to the four pillars of the **TCFD Framework**. The parts relevant to the TCFD report are indicated throughout the report with a blue bar in the left margin
- Target progress report of KBC Group's lending portfolio, the calculations of KBC Group's direct footprint and our PRB self-assessment have been **assured by an external party**.



GRI/SASB
Content Index



2022 IN A NUTSHELL



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2022 IN A NUTSHELL

- Leadership statement
- KBC at a glance
- Our sustainability journey
- Sustainability highlights 2022

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Sustainability highlights

Strong performance in ESG in 2022 and first part of 2023

Commitment to climate action



2030 and 2050 climate targets

Committed to a first set of climate targets for the most material carbon-intensive industrial sectors and product lines in our lending business and our asset management activities



On track

Despite the short lead time since our baseline establishment, our latest sustainability report shows that, overall, we are well on track in meeting our portfolio climate targets



Partner in the transition

More than 3 000 customer engagement dialogues since the start to support our clients' transition



SBTi

KBC bolstered its intentions with regard to climate action by committing our banking activities to the Science-Based Targets (SBTi)

Sustainable business



7.4bn EUR

Financing contributing to social objectives



14.3bn EUR

Financing contributing to environmental objectives



600 000 tonnes CO₂e

Avoided GHG emissions through renewable energy project finance



37bn EUR Responsible Investing funds in 1H23

or 39% of total assets under distribution (direct client money)

Social responsibility



Social bond

Issued a second social bond for investments in healthcare and education in 2Q23



34% Female entrepreneurship

among our start-up community in Belgium



10m EUR

Outstanding loans to microfinance institutions and investments in microfinance funds



Diversity in senior management







24% females in senior management roles

Recognised as an ESG leader by independent rating providers

KBC aims to be the reference

Our ESG ratings (July 18, 2023)

KBC also received broad external recognition for its efforts on ESG themes in the shape of several sustainability-related awards. We highlight some of these awards throughout the report.

 <p>A Leader in addressing climate change</p>	 <p>Low risk rating (12.5) 9th of 381 diversified banks (3rd percentile)</p>	 <p>75 Top 5% of 762 banks assessed (95th percentile) Included in the Sustainability Yearbook for the 4th consecutive year</p>	 <p>AAA Leader among 488 banks assessed</p>	 <p>C+ prime 1st decile rank of 299 commercial banks and capital markets assessed</p>	 <p>4.7 Top 4% of banks assessed (96th percentile)</p>
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KBC is one of 19 companies worldwide to have been awarded the 2022 Terra Carta Seal.

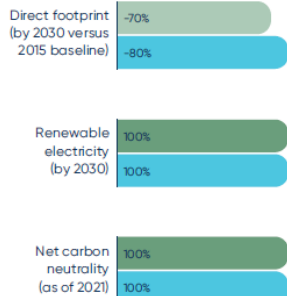
Sustainability targets

Our progress in brief: a non-exhaustive overview...

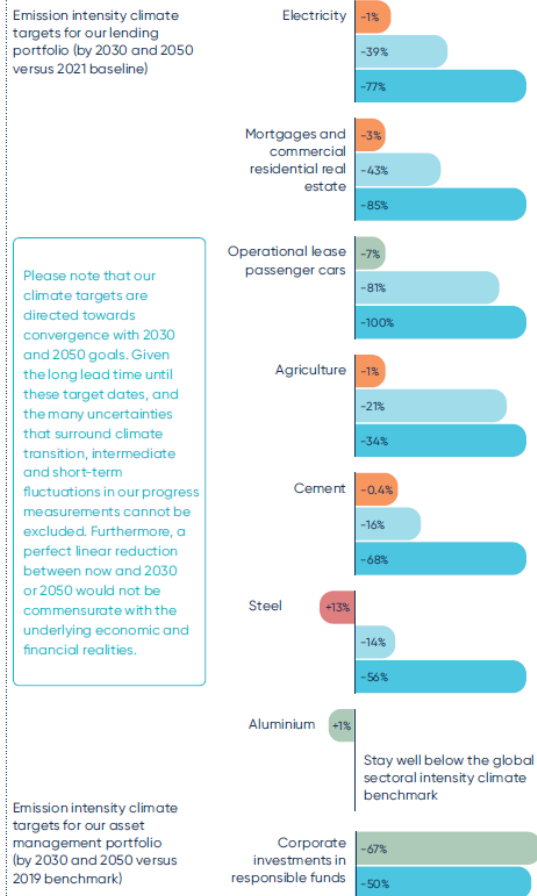


Our commitment to climate action

Direct environmental impact



Indirect environmental impact



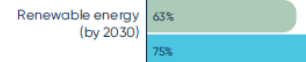
Please note that our climate targets are directed towards convergence with 2030 and 2050 goals. Given the long lead time until these target dates, and the many uncertainties that surround climate transition, intermediate and short-term fluctuations in our progress measurements cannot be excluded. Furthermore, a perfect linear reduction between now and 2030 or 2050 would not be commensurate with the underlying economic and financial realities.

Emission intensity climate targets for our asset management portfolio (by 2030 and 2050 versus 2019 benchmark)

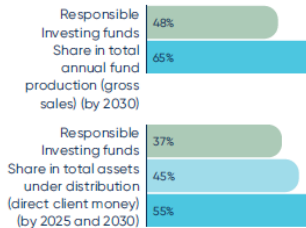
Stay well below the global sectoral intensity climate benchmark

Sustainable business

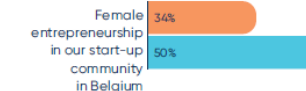
Lending business



Asset management business



Social responsibility



STRATEGY AND VALUE CREATION



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- Sustainability strategy
- The world in which we operate
- Value creation

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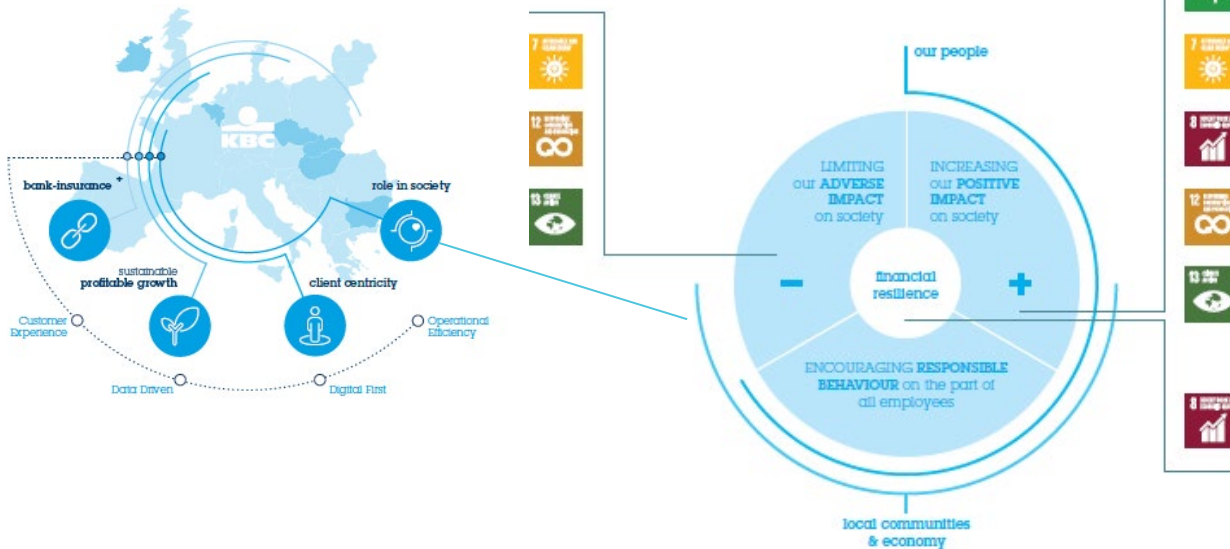
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Sustainability strategy

The cornerstones of our sustainability strategy



Good health and well-being
Focus on improving healthcare, quality of life and road safety.

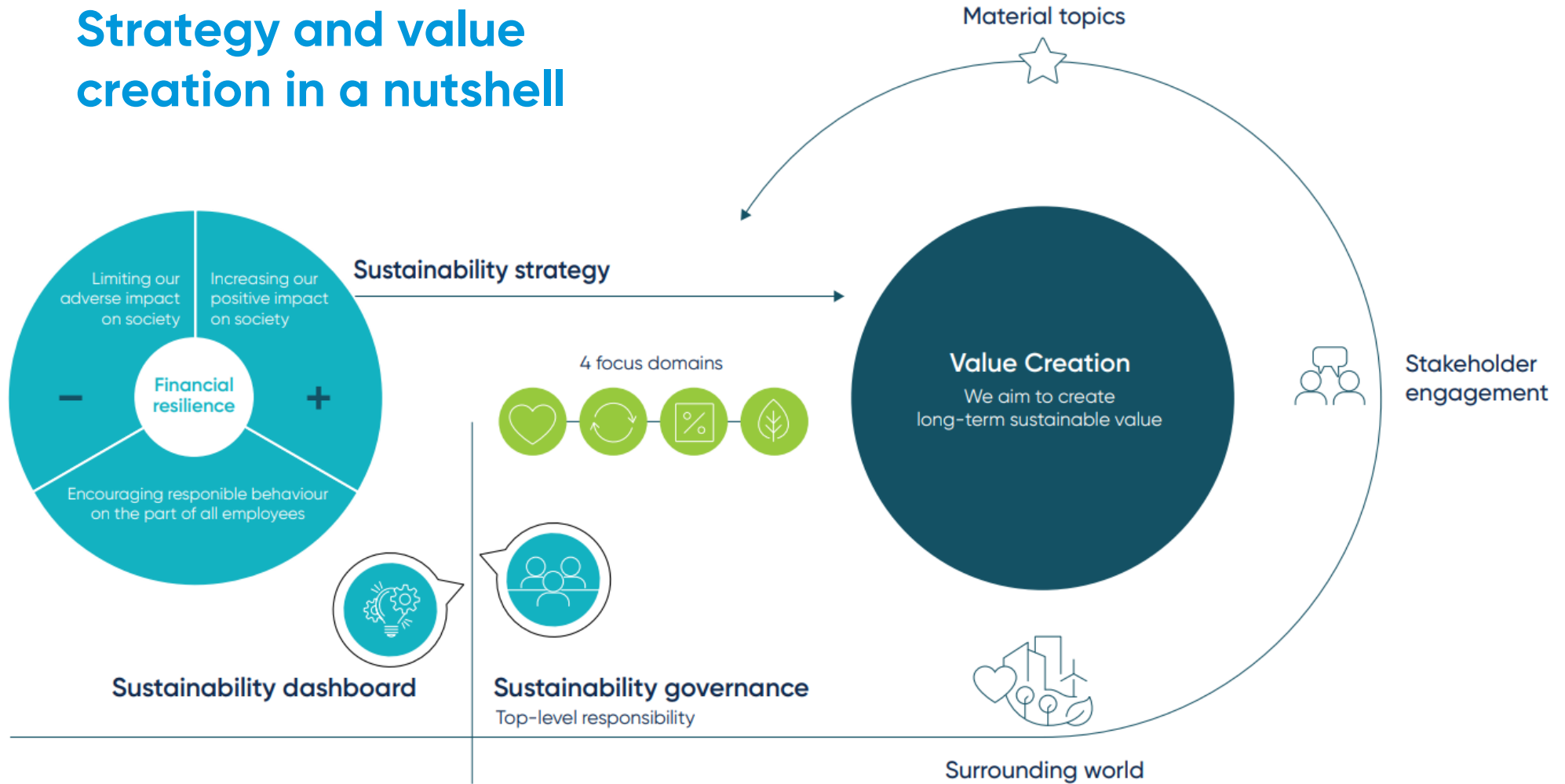
Affordable and clean energy
Contribute to increasing the share of local renewable energy production and its efficient use. Gradually exiting from the financing and insurance of non-sustainable energy

Decent work and economic growth
Supporting entrepreneurs and investing in innovative new businesses. Especially stimulating female entrepreneurship. Providing microfinance and microinsurance in the Global South.

Responsible consumption and production
Developing banking and insurance products which support low-carbon or circular businesses. Promoting responsible investing as our first offer and preferred investment solutions

Climate action
Strict sustainability policies in place for our portfolios. Setting climate targets for the most carbon intensive sectors and product lines in our lending portfolios. Setting targets for reducing our direct climate impact

Strategy and value creation in a nutshell



Business solutions with a positive societal impact

Four focus domains, within our realm of influence and through which we can address current societal needs.



Environmental responsibility



Financial literacy



Entrepreneurship



Health and longevity

IN THE SPOTLIGHT

We provide sustainable business solutions in each of these domains. Practical examples of such solutions are included in the 'In the spotlight' cases throughout the report.

IN THE SPOTLIGHT



Environmental responsibility: Planting trees in Bulgaria and Slovakia

In 2022, KBC Bank Bulgaria partnered with Gorata Bg. to start a campaign called 'Your Green Footprint'. Within this campaign, the Bank committed to plant a tree for every ten square meters of new home financed with its mortgage loans.

ČSOB Slovakia is a partner of Slovakia's oldest national park 'High Tatras'. As part of this collaboration, ČSOB made a commitment to plant 150 000 new trees before the end of 2024.



Entrepreneurship: supporting start-up and scale-ups

We support start-ups and scale-ups at our Start it @KBC communities in Belgium, Hungary and the Czech Republic. We provide product development and investment support, mentoring and workshops to budding businesses. Over its lifetime, 'Start it' has supported more than 1,600 start-ups and scale-ups. The Start it communities also have programmes to help women go into business. These address some of the challenges women face when setting up a company.



Financial literacy: Get a teacher

We have developed teaching programmes in several of our core countries. With Get a Teacher, we teach young people practical ways to handle money and think critically about means of payment, credit and insurance. We interact with them and translate all those boring money matters into what really concerns them. In 2022, we again reached thousands of children in Belgium, Czech Republic and Hungary.

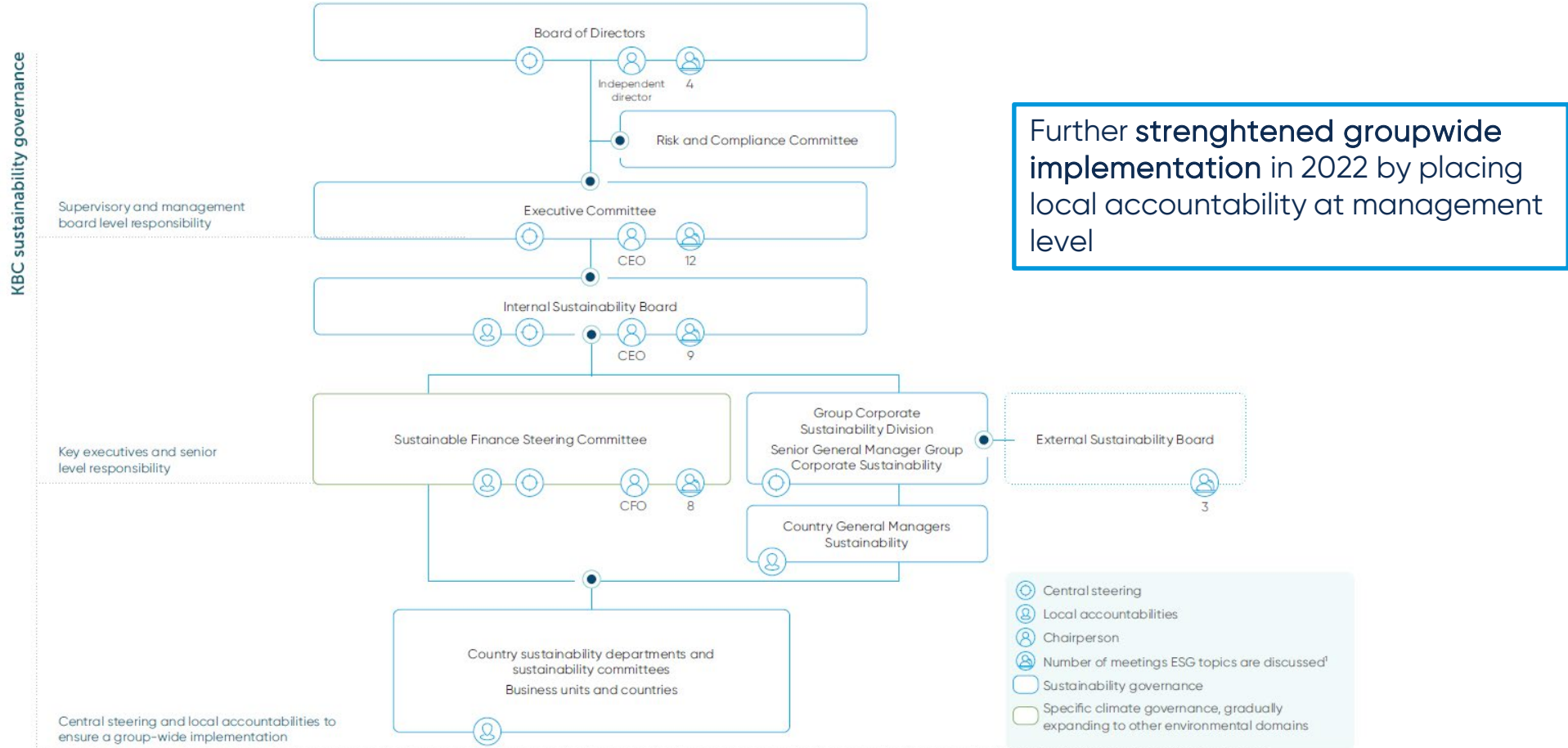


Health and longevity: Supporting our ageing clients in navigating the digital world

We rolled out several initiatives in our core countries to deal with the challenges faced by our senior clients. For example, ČSOB CZ operates a free help line for seniors. In 2022, 65 000 help calls were made on this line. ČSOB CZ also introduced an e-book for seniors giving practical advice related to finances and safe use of the Internet. In Belgium, the '*KBC Belmobiel*' service provides access to banking services for non-digital and less mobile private clients. Clients can request a KBC employee comes to come to their house.

Solid sustainability and climate related governance

Ensuring integration of sustainability strategy throughout KBC Group



KBC Sustainability Dashboard

Follow-up and evaluation of implementation of sustainability strategy

Environment	Social	Governance	Overarching	Outside-in
Climate target setting	Supporting female entrepreneurship	Sustainability objectives of senior management	Responsible Investing funds targets	ESG-ratings of KBC group
Own footprint target setting	KBC Group gender balance	Responsible behaviour	KBC Group sustainability training	Structural stakeholder dialogue
Sustainable business opportunity track	BRS: financial inclusion and impact investing		Overview of new policy decisions linked to sustainability	Follow-up on concerns from our stakeholders
			KBC Green and Social bonds	Net promoter score results
				Corporate reputation index results

- Thoroughly reviewed in 2022
- **Variable remuneration** of Executive Committee members and senior management partly linked to sustainability performance

OUR PEOPLE



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- Talent management
- Listening to our people
- Health and well-being
- Diversity and inclusion

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Our people in a nutshell



Talent management

Room for talent development and creativity
AI-driven learning and talent platform
Continuous progression and feedback



Listening to our people

Regular employee consultation
Social dialogue
Fair remuneration



Health and well-being

Creating a safe working environment
Managing the psychological well-being
Flexible working conditions



Diversity and inclusion

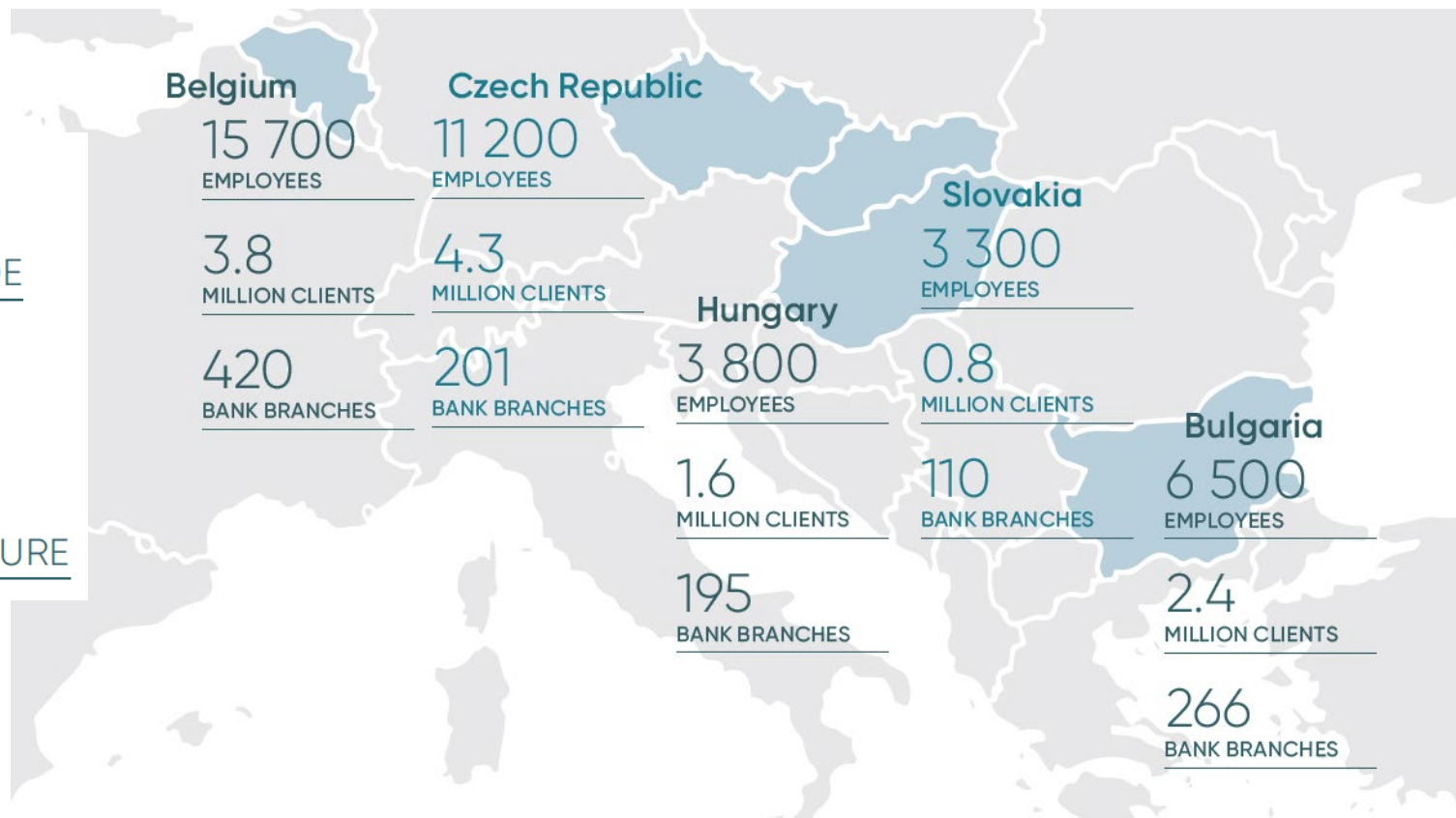
Respect as driver
Fostering diversity and inclusion
Equal opportunities and equal pay

**WE
ARE
TEAM
● BLUE**

Our people as the driving force of our organisation – **TEAM BLUE**

42 000
EMPLOYEES GROUP-WIDE

PEARL+
STRONG BUSINESS CULTURE

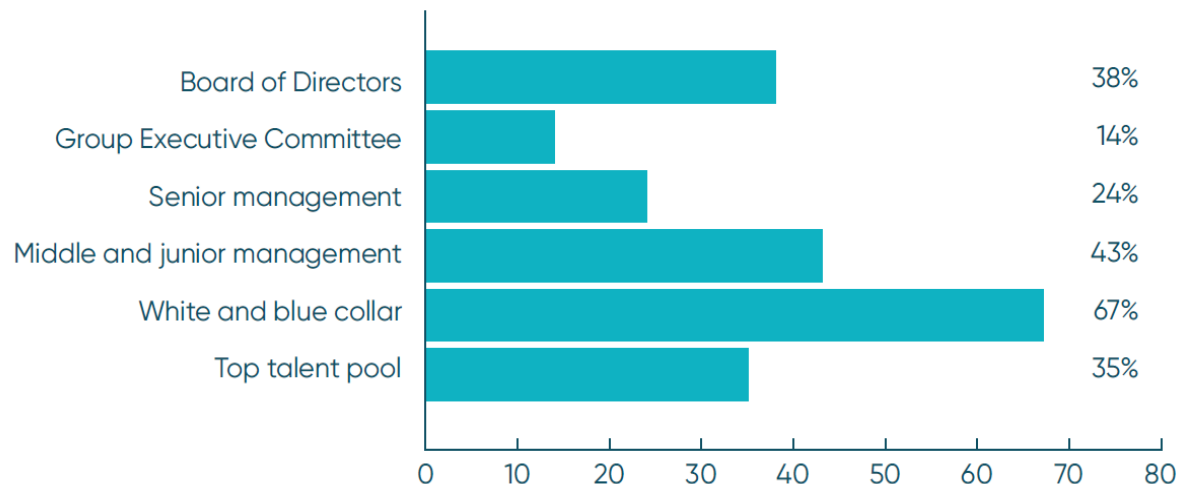


Diversity and inclusion

Treating all our people equally, in all circumstances

- **Diversity policy** specifies how we approach the topics of diversity and inclusion at KBC
- Main focus of the policy lies on **gender**
- Further actions:
 - Yearly tracking of equal pay and gender bias in reward and compensation in Belgium
 - Several local networks on diversity and inclusion (e.g. LGBTQIA+)
 - Strive to maintain age diversity
 - Focus on inclusion of colleagues with a disability
 - Advanced local family care and parental leave options
 - Trainings for managers on unconscious bias
 - Focus on inclusive panels

WOMEN AT KBC, % PER EMPLOYEE CATEGORY





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- Responsible behaviour
- Business ethics
- Human rights
- Information security and cyber risk
- Privacy and data protection

SUSTAINABLE FINANCE

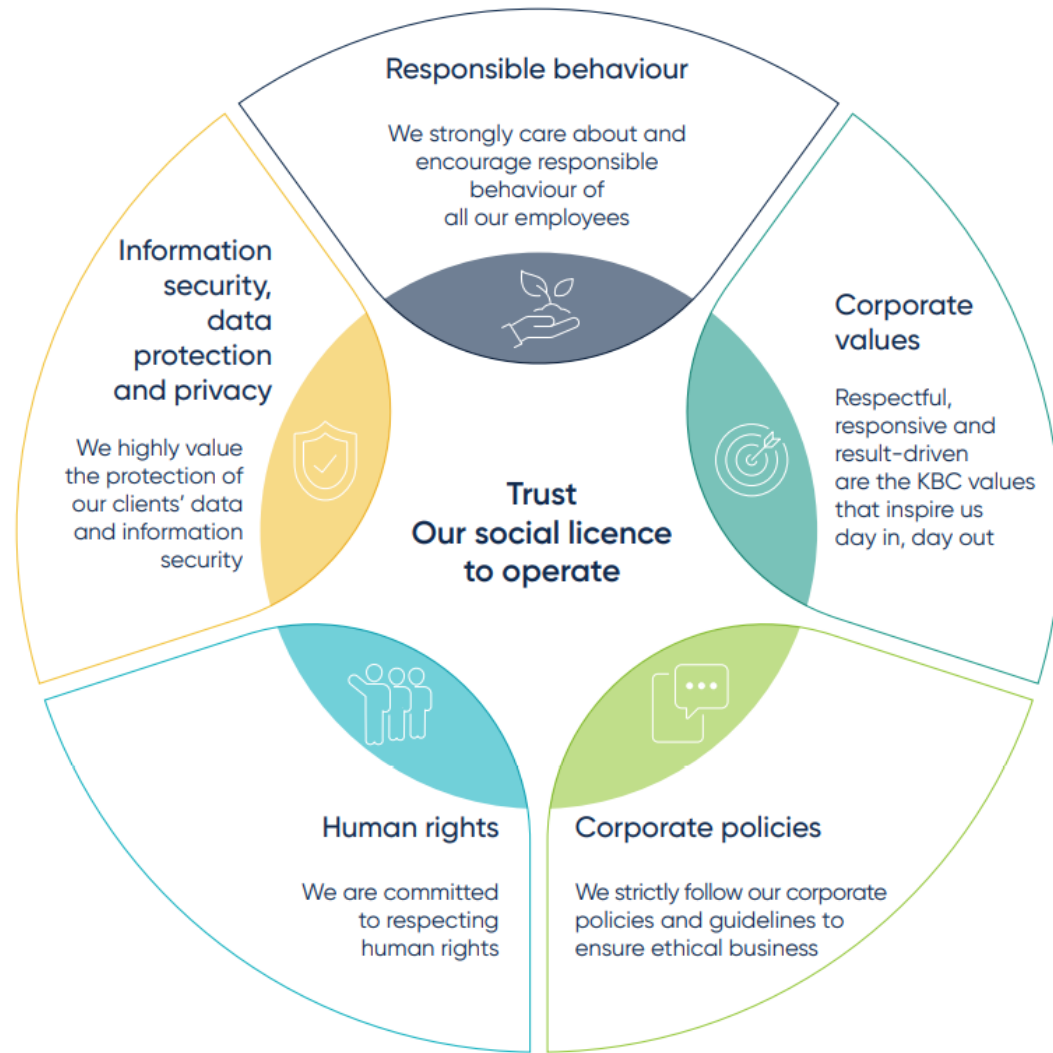
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Our responsibility in a nutshell



SUSTAINABLE FINANCE

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SUSTAINABLE FINANCE

- Our approach to sustainable finance
- Our sustainability policies
- Responsible Investing on behalf of our clients
- Sustainability in own investments
- Our commitment concerning our social impact
- Our commitment to the environment and climate action

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Sustainable finance in a nutshell

Our approach to sustainable finance

- Applicable to business activities
- Strict exclusion criteria
- Updated regularly
- Externally challenged

- Own investments and investments for our clients
- Strict sustainability criteria
- Focus on positive impact
- Independent assessment of our methodology

- Financing with social impact
- Social bond
- Accessibility of our goods and services
- Microfinance and microinsurance

- Main focus on climate adaptation and mitigation
- Direct and indirect impact
- Measuring climate impact of our portfolios
- Climate targets



Our sustainability policies



Responsible Investing



Social impact



Environmental impact

Our approach to sustainable finance

- We use our core operations as tools to **stimulate the most sustainable activities of our clients** and supporting them in their sustainability transition
- We are gradually **restricting the most harmful activities**
- Steadily aligning offered solutions with EU sustainability legislation
- **Expanding the scope beyond climate change**, towards other environmental themes
- Acknowledging the importance of active stakeholder collaboration

Table 6.1: Sustainable finance (KBC Group, millions of euros, end-of-year data)¹

	2022	2021	2020
Financing contributing to environmental objectives (granted amount)			
Renewable energy and biofuel sector	2 255 ²	2 115	1 840
Mortgages for energy-efficient housing	11 711 ³	9 517 ³	8 817 ³
Financing for low carbon vehicles (outstanding amount)	319 ⁴	120 ⁴	-
Total	14 285	11 752	10 657
Financing contributing to social objectives (granted amount)			
Healthcare and senior living sectors	6 202	6 059	6 085
Education sector	1 154	1 093	1 031
BRS Microfinance Coop: loans to microfinance institutions and investments in microfinance funds (cooperative share capital)	10 (22)	10 (22)	12 (22)
Total	7 366	7 162	7 128
Responsible investing (RI) on behalf of our clients			
RI funds under distribution ⁵	32 300	31 700	16 780

KBC Sustainability policies

A solid sustainability framework with strict sustainability policies as the backbone of our business activities

- **Strict sustainability policies** applied to our business activities with respect to human rights, environment, climate, biodiversity and sensitive and controversial societal issues.
- The KBC sustainability policies are **regularly reviewed**, at least once every 2 years, to make sure that they continue to meet the concerns and expectations of society.
- KBC is assisted in this by **two external boards**: panels of outside, independent experts with expertise in the various sustainability domains (one for asset management and one for all other activities).
- In 2022, we particularly updated our sustainability policies in the area of energy and biodiversity:
 - Further **refinement of our coal policy** in order to support as widely as possible the energy transition of existing as well as new clients, irrespective of their existing activities. This financing being subject to strict conditions.
 - Updated and extended our **biodiversity policy**: restrictions implemented to aim to reduce large-scale operations resulting in methane emissions and inappropriate land use and no financing or insuring of activities in protected areas or activities that could have a potentially negative impact on these areas.

Sustainable investing

On behalf of our clients and in our own investments

Responsible Investing (RI) on behalf of our clients

- Pioneer in RI solutions for our clients for over 30 years
- Offering RI funds as our first and preferred investment solution in all our core countries
- In 2022, we reviewed our existing RI related targets and introduced a new target on the carbon intensity for a part of our RI portfolio.

Sustainability in own investments

- Several exclusion policies in place and detailed investment policy for investments by KBC entities for their own accounts. As such, KBC's own investments need to comply with most of the exclusion criteria for RI funds.
- Increasingly integrating sustainability in the management of investments by *Pensioenfond*s KBC.

Climate-related impact of our investment portfolios

- Using Trucost data and methodology to assess the carbon intensity of our most significant investment portfolios

TARGET

RESPONSIBLE INVESTING FUNDS

Indicator	2019 bench- mark	Base- line 2021	2022 ¹	2025 target	2030 target
RI funds in % of total AUD (direct client money)	-	33%	37%	45%	55%
RI funds in % of total annual fund production (gross sales)	-	55%	48% ²	-	65%
Carbon-intensity (Scope 1 + 2) of corporate investees in Responsible funds (tCO ₂ e/million USD revenue)	196	-	66 (-67%)	-	98 (-50% versus 2019 benchmark) ³

Our commitment concerning our social impact

Social impact financing

6.2

BILLION EUROS FINANCING TO THE HEALTHCARE
AND SENIOR LIVING SECTOR

1.2

BILLION EUROS FINANCING TO THE EDUCATION SECTOR

Financial inclusion and impact investing

9.7

MILLION EUROS OUTSTANDING LOANS TO MICROFINANCE
INSTITUTIONS AND INVESTMENTS IN MICROFINANCE FUNDS

513

DAYS COACHING AND TRAINING VIA BRS VZW AND MICROFACT

- Financing and insuring **projects that contribute to and provide access to important social services** such as education, basic infrastructure, essential services, healthcare and employment.
- In 2022, we issued our **first social bond** worth 750 million euros used for investments in healthcare. Our second social bond, issued in 2023, supports the access to schools and healthcare.
- Focusing on **accessibility and affordability of products and services**
- Through our unique partnership with BRS we facilitate **sustainable local development and contribute to financial inclusion**
- Microfinance and microinsurance
 - Collaboration with cooperative microfinance institutions (MFI) with a distinct social vision
 - **BRS Microfinance Coop** invests capital raised through the issue of cooperative shares in microfinance institutions in Africa, Latin America or Asia. Used to provide microcredits to rural entrepreneurs and farmers, or to the cooperatives that unite them.
- Focus on advice, coaching and training based on unique practical experience and knowledge of cooperative banking and insurance

Our commitment to the environment and climate action

- KBC is actively working on **reducing its environmental impact** through a dedicated **Sustainable Finance Programme**.
- Until now the focus has been primarily on **climate change mitigation and adaptation**
 - We are an **early signatory of the CCCA**, in which we have committed to align our portfolios with the Paris Agreement goals.
 - We closely examine and follow-up the initiatives and the approach of the different Net Zero initiatives, however, we prefer to **first diligently execute the commitments already undertaken**.
- We are also **gradually expanding the focus of the programme** to other environmental themes
- As a part of our CCCA commitment, in September 2022 we published **our first Climate Report** containing:
 - Stringent **decarbonisation targets** for the sectors that cover the majority of our **lending portfolio** and related GHG emissions
 - Clear **targets for KBC Asset Management's Responsible Investing funds**
- Our current focus is on **gradually implementing policies and actions** to put these commitments into practice

This section of the report includes our TCFD report, which is marked by the blue bar in the left margin

GOVERNANCE

SUSTAINABILITY AND CLIMATE-RELATED GOVERNANCE
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STRATEGY

OUR DIRECT ENVIRONMENTAL FOOTPRINT: REDUCE
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OUR INDIRECT ENVIRONMENTAL IMPACT: STRATEGY
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RISK MANAGEMENT

OUR INDIRECT ENVIRONMENTAL IMPACT: RISK MANAGEMENT
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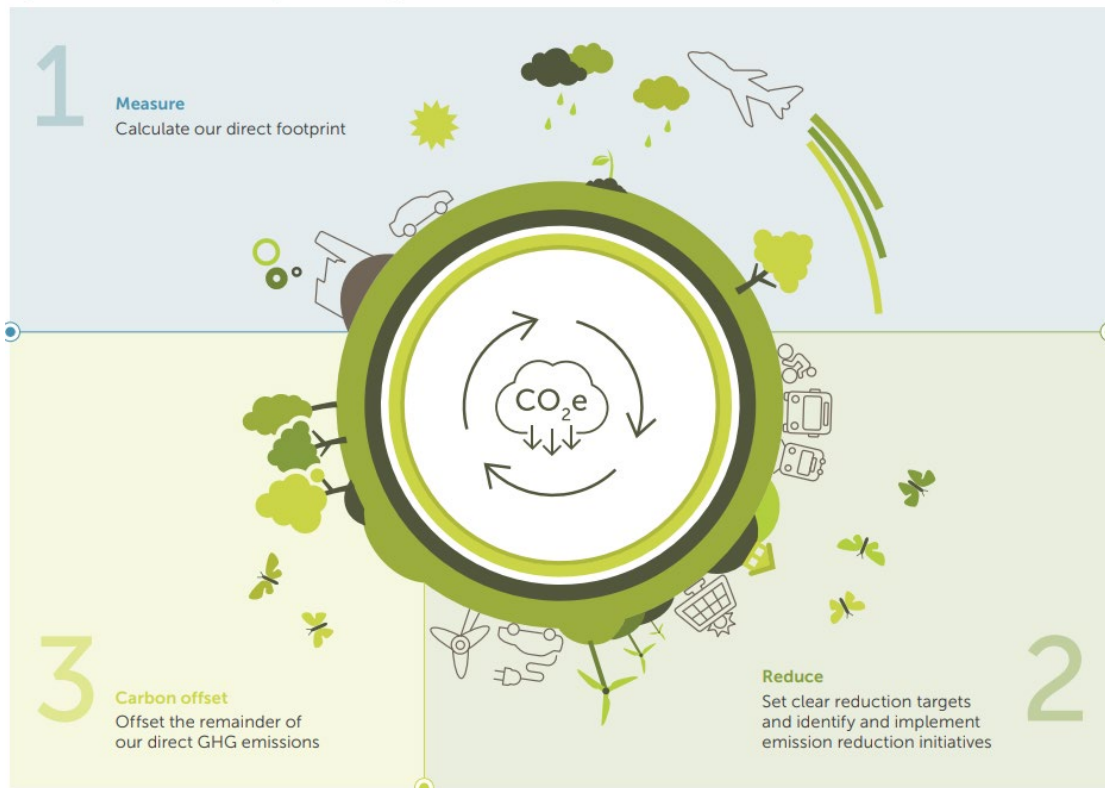
METRICS AND TARGETS

OUR DIRECT ENVIRONMENTAL FOOTPRINT: MEASURE
p. 59

OUR INDIRECT ENVIRONMENTAL IMPACT: METRICS AND TARGETS
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Our direct footprint

In 2022, we reached **net-climate neutrality with respect to our direct footprint scope** for the second consecutive year. We took **three steps** to achieve this:



TARGETS

Direct environmental footprint

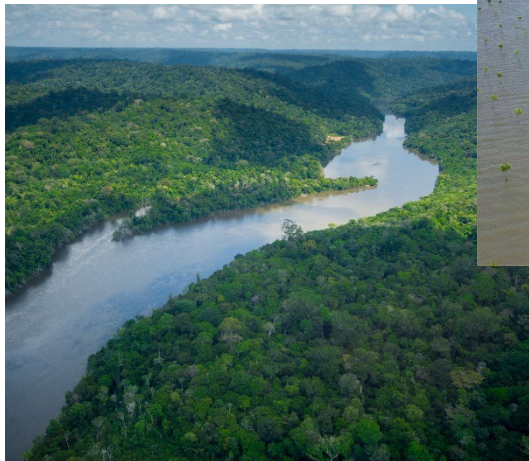
Indicator	Target	2022	2021	2020	2019
Total CO ₂ e emissions from own operations (direct footprint scope) in tonnes CO ₂ e	-80% for the period 2015-2030	-70% ¹	-71%	-56%	-42%
Renewable electricity consumption in %	100% by 2030	100%	100%	87%	83%
Carbon credits purchased (in % of remaining GHG emissions from own operations)	Net climate neutrality as of 2021	100%	100%	-	-

- In 2022, we restated our 2015 baseline and recalculated 2021 due to:
 - The acquisition of Raifeissen Bank in Bulgaria
 - The switch from NEDC values to WLTP values to quantify the emissions from KBC's entire business and commuter travel.
- We already substantially reduced our direct footprint by -70% in 2022.

Carbon offset

- We offset our emissions that cannot be eliminated or reduced since 2021
- In 2022, we again invested in high-quality climate projects, with a clear link with our sustainability strategy

Avoided deforestation:
Protecting 200 000
hectares in Envira, Brazil



Afforestation and
reforestation:
Mangrove restoration in
Pakistan



Protecting 497 000
hectares of tropical forest
in Cambodia

Efficient resource use:
Improved cookstoves in
Malawi



Our indirect environmental impact

- Our largest environmental impact is indirect.
- We disclose our efforts on the management of climate-related risks and opportunities across the four pillars of the TCFD recommendations:

Governance

- Climate-related governance is integral to sustainability governance
- Top level responsibility for sustainability and climate strategy

Strategy

- White papers
- Customer engagement
- Product development
- Internal carbon pricing

Risk management

- Identifying ESG risks in risk taxonomy
- Climate-related risk is top risk for KBC
- Solid risk management
- Embedded in existing risk management

Metrics and targets

- Gathering climate-relevant data for monitoring, target setting and reporting
- Variety of methods
- Data and metrics project

Our indirect environmental impact

Risk management

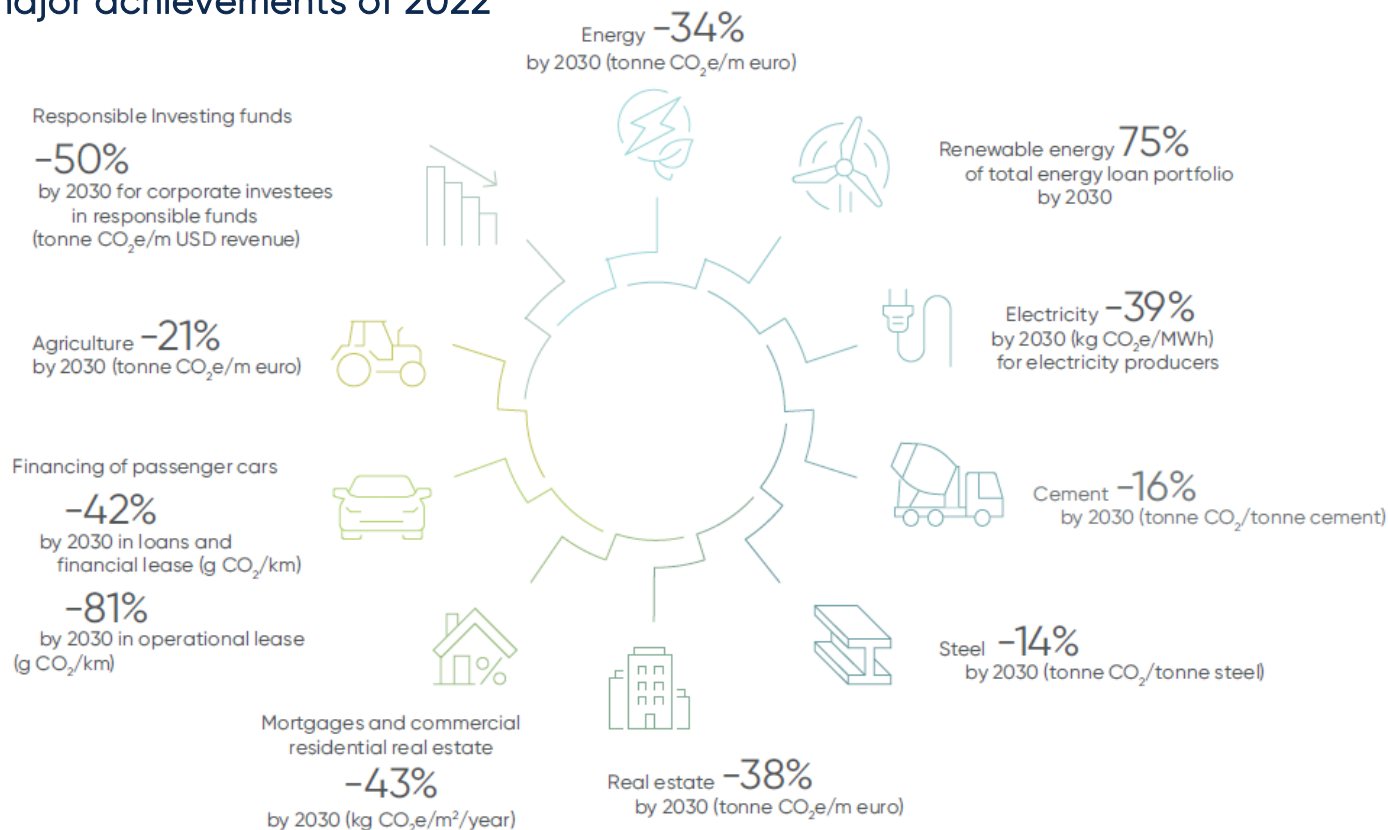
- ESG risks are identified and defined in our **risk taxonomy**.
- **Climate-related risk confirmed as a top risk for KBC.**
- **Solid risk management:**
 - Embedded in existing risk management processes.
 - Top level representation of Group risk and Group Credit Risk in the Sustainable Finance governance bodies
- **Continuous risk identification process**, supplemented with a strategic 'risk scan' exercise
- **Clear risk appetite objectives** to define and realise our strategic sustainability goals
- Incorporation of **climate-related risks into stress testing and sensitivity analysis**
- Our **risk report** provides a detailed overview of our approach to ESG risks



Our indirect environmental impact

Metrics and targets: 2030 and 2050 targets for our portfolios

Setting 2030 and 2050 decarbonisation targets for a subset of our White Paper (sub-)sectors is one of our major achievements of 2022



Percentage reduction 2030 compared to 2021 baseline levels for our lending business and compared to 2019 benchmark for our asset management activities. The figure highlights only part of the targets set.

Loan portfolio assessment

For each White Paper sector, we disclose:

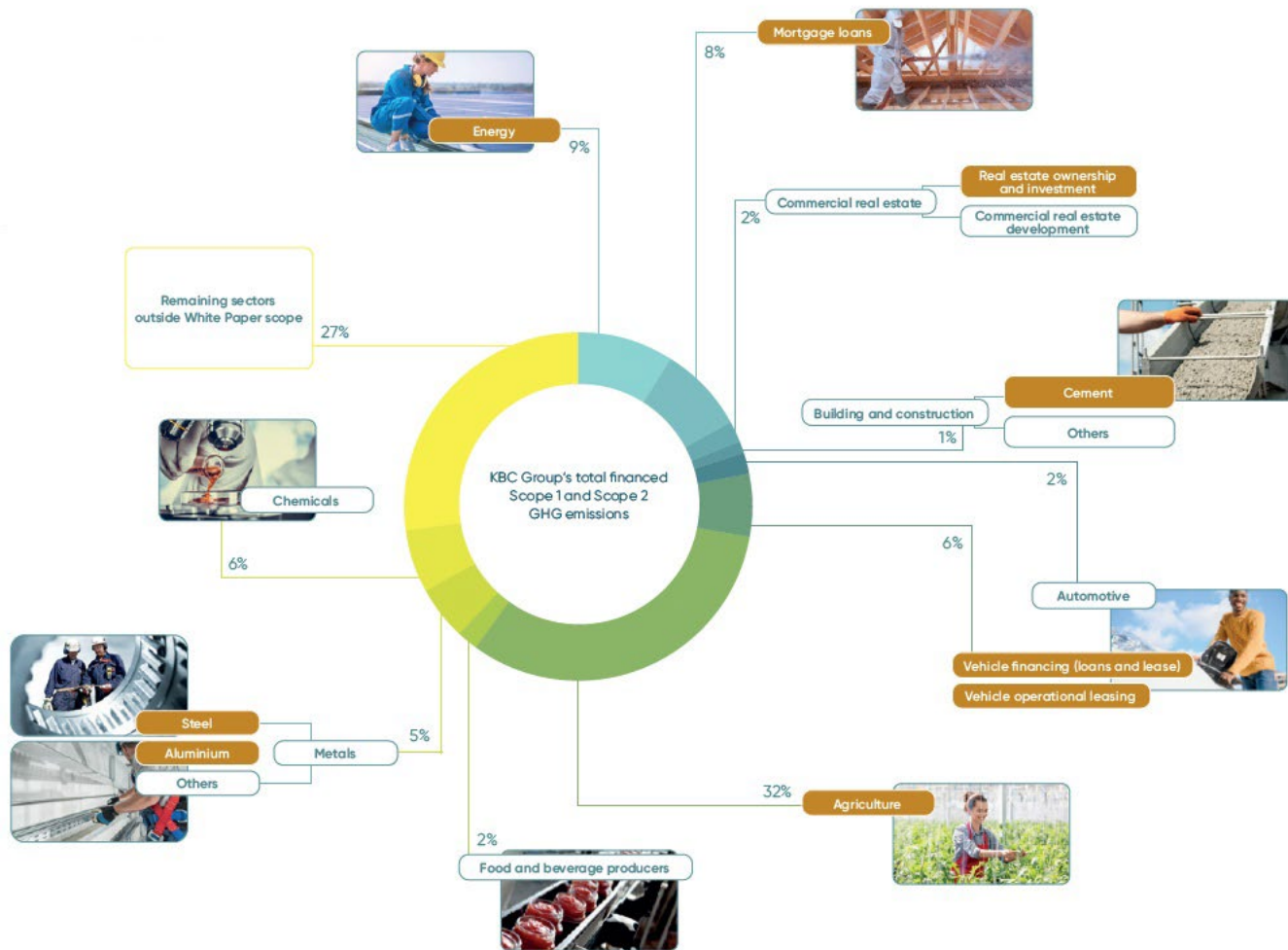
- Outstanding loan portfolio
- Financed GHG emissions
- Coverage of climate targets where relevant.

The White Paper sectors cover:

- **73%** of the **total financed Scope 1 and 2 GHG emissions** of KBC Group
- Approximately **two thirds** of KBC Group's total outstanding loan portfolio

Scope of our existing climate targets currently covers about **56%** of our total financed Scope 1 and 2 emissions

Please note: The overview **only shows Scope 1 and 2 emissions** (= financing share in our clients' Scope 1 and 2 GHG emissions). The full financed emissions (Scope 1, 2, and 3) are reported in the facts and figures section of the report.

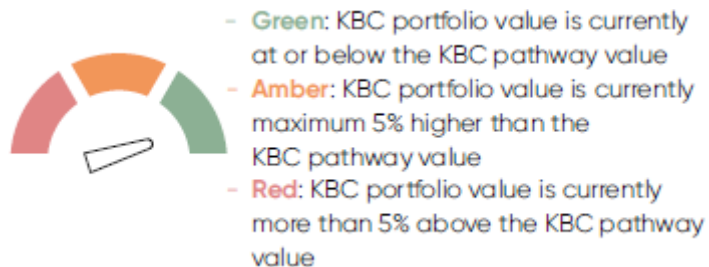


Loan portfolio assessment

CCCA targets progress report



- Includes our **first yearly progress reporting** on our emission reduction targets for our lending portfolio.
- It outlines our approach of measuring progress:
 - Calculating the 2022 emission intensities or reduction rates.
 - Comparing them against the values of the KBC portfolio-specific and scenario-based sectoral decarbonisation pathways. We use these **theoretical intermediate values** to assess how well the subject portfolios proceed in reaching the 2030 targets



- Gives an **overall impression of initial progress compared to the scenario pathways**. However, the period between the first climate report and this progress report has been too short to reach fundamental conclusions.

Loan portfolio assessment

CCCA targets progress report



Table 6.3: Overview of our climate targets and progress (restated figures highlighted)

Data independently verified by PwC (limited assurance) as part of this progress report are expressly earmarked with the adjoining symbol . Where relevant, PwC verified any subsequent changes to the 2021 baseline data and underlying calculations.

White Paper sectors	(Sub)sector within scope of target setting	Scope ¹	Scenario/ Pathway (if applicable)	Data measurement methodology	Financial exposure in scope in m euro ²	Metric	Baseline 2021 portfolio	2022 KBC portfolio value	2022 KBC pathway value	Progress indicator ³	2022 versus baseline	2030 target	2050 target	
Energy	Energy ⁴ (whole sector)	1+2	Not applicable	PCAF	4 389	t CO ₂ e/m euro outstanding	453	419	434		-8%	-34%	-82%	
	Electricity ⁴	1	Below 2°C (NGFS Phase 2)	PCAF	2 448	kg CO ₂ e/MWh	210	208	204		-1%	-39%	-77%	
Real Estate	Commercial real estate and mortgages (whole sector excl. pure commercial development)	1+2	Not applicable	PCAF inspired ⁵	76 880	t CO ₂ e/m euro outstanding	27	26	26		-4% ⁶	-38%	-72%	
	Mortgages and commercial residential real estate	1+2	Below 2°C (NGFS Phase 2)	PCAF inspired ⁵	69 294	kg CO ₂ e/m ² /year	50	49	48		-3% ⁶	-43%	-85%	
Transport	Vehicle loans and financial lease	Passenger cars	1	Net Zero 2050 (European Commission MIX)	PCAF inspired ⁵	2 969	g CO ₂ /km	139	140	137		+1%	-42%	-100%
		Light commercial vehicles	1		PCAF inspired ⁵	715		208	203	206		-2%	-30%	-84%
	Vehicle operational lease	Passenger cars	1		PCAF inspired ⁵	1 158		133	124	131		-7%	-81%	-100%
		Light commercial vehicles	1		PCAF inspired ⁵	71		196	197	195		+1%	-33%	-90%
Agriculture	Agriculture (whole sector)	1+2	Below 2°C (NGFS Phase 2)	PCAF	5 012	t CO ₂ e/m euro outstanding	1 405	1 392	1 372		-1%	-21%	-34%	
Building and construction	Cement producers	1+2	Below 2°C (IEA ETP 2020 SDS)	PACTA	126	t CO ₂ /t cement	0.69	0.68	0.67		-0.4%	-16%	-68%	
Metals	Steel producers	1+2	Below 2°C (IEA ETP 2020 SDS)	PACTA	767	t CO ₂ /t steel	1.34	1.51	1.31		+13%	-14%	-56%	
	Aluminium producers	1+2	Below 2°C (TPI)	Client information	22	t CO ₂ e /t aluminium	0.59	0.59	4.64 ⁷		+1%	Stay well below the global sectoral intensity climate benchmark		

Loan portfolio assessment

White Paper sectors



2022: focus on White Paper sectors for which we have set climate targets. Reference is made to the 2021 Sustainability Report for the other White Paper sectors.

Each White Paper update includes:

- **Portfolio overview:** including relevance of each sector, exposure (outstanding and/or granted) and financed GHG emissions
- **Portfolio climate targets:** 2021 baseline, 2022 progress and 2022 KBC pathway value
- **Portfolio steering:** including brief analysis of progress versus baseline, actions to steer portfolio and financed emissions towards target levels and some concrete examples of products and services to seize climate-related opportunities in the respective sector.
- **Portfolio actions:** focus going forward and future actions



Energy

Energy production, oil and gas, transmission and distribution

4.4

BILLION EUROS OUTSTANDING IN SCOPE

Electricity

-39%

TARGET 2030 VERSUS 2021 (kg CO₂e/MWh)

-1%

2022 VERSUS 2021 BASELINE



Energy

-34%

TARGET 2030 VERSUS 2021 (tonne CO₂e/m euros outstanding)

-8%

2022 VERSUS 2021 BASELINE



White Paper sectors Energy

TARGETS

ENERGY SECTOR CLIMATE TARGETS AND PROGRESS

Renewable energy	Baseline 2021	2022 progress	2030 target		
Share of renewables in total energy loan portfolio (excluding transmission and distribution)	63%	63%	Minimum 75%		

Electricity	Baseline 2021 (kg CO ₂ e/MWh)	2022 progress (kg CO ₂ e/MWh)	2022 KBC pathway value (EU NGFS Phase 2 – Below 2°C)	2030 target	2050 target
Aggregated KBC Group target	210	208	204	127	49
% change		-1%		-39%	-77%

Energy whole sector	Baseline 2021 (t CO ₂ e/m euros)	2022 progress (t CO ₂ e/m euros)	2022 KBC pathway value ¹	2030 target	2050 target
Aggregated KBC Group target	453	419	434	300	82
% change		-8%		-34%	-82%

The financial targets are not adjusted for inflation.

¹ The KBC pathway value reflects the 2022 value in the linear reduction path between our 2021 baseline and our first intermediate (2030) target.

Q&A



Moving forward together.

Thank you!

