



# Green Finance Framework Report

February 2021

## Green Finance Reporting

In the following section the financing by Jyske Bank Group to the selected five areas defined in Jyske Bank Group Green Finance Framework is presented. For these areas increased focus and finance from Jyske Bank will support the transition for green and sustainable developments.

Since the reporting in 2020 Jyske Bank has further developed the Green Finance Framework and have obtained a second party opinion from Sustainalytics. As a consequence of this development, some of the definitions of green assets have changed since the last reporting.

Further information on Jyske Bank Group Green Finance Framework as well as second party opinion from Sustainalytics can be found on [jyskebank.dk/greenfinanceframework](https://jyskebank.dk/greenfinanceframework).

### Renewable energy

Subcategory	Unit within Jyske Bank Group	Assets (DKKm)	Annual energy production (GWh)	Annual emissions avoided (tCO <sub>2</sub> e)
Wind power	Jyske Bank	2,488	2,126	669,690
	Jyske Realkredit	705	329	103,635
Solar power	Jyske Bank	162	55	17,325
Manufacturing, installation and repair of renewable energy	Jyske Bank	242	-	-
Total		3,597	2,510	790,650

### Green Buildings

Subcategory	Unit within Jyske Bank Group	Assets (DKKm)	Annual energy reduction (GWh)	Annual emissions avoided (tCO <sub>2</sub> e)
Green buildings	Jyske Realkredit	73,790	307	41,520
	Jyske Bank	2,623	11	1,476
Total		76,413	4.4	42,996

### Clean Transportation

Subcategory	Unit within Jyske Bank Group	Assets (DKKm)	Annual emissions avoided (tCO <sub>2</sub> e)
Low emission transportation and infrastructure	Jyske Bank / Jyske Finans	930	7,036
Total		930	7,036

### Sustainable management of natural resources

Subcategory	Unit within Jyske Bank Group	Assets (DKKm)
Certified sustainable Agriculture	Jyske Bank	334
Certified sustainable fishery	Jyske Bank	1,381
Processing of certified products	Jyske Bank	97
Total		1,812

## Recycling and sustainable production

Subcategory	Unit within Jyske Bank Group	Assets (DKKm)
Recycling	Jyske Bank	96
Sustainable water and wastewater management and treatment	Jyske Bank	128
Waste management	Jyske Bank	297
Pollution prevention and control	Jyske Bank	89
Total		610

## Methodology

This reporting for Jyske Bank Group Green Finance Framework focuses on financing that already has been granted by Jyske Bank, i.e. commitments of future financing are not included.

The lending is reported as status at end of 2020. To the extent available, the reporting of emissions and energy production is based on data reported by the projects or companies or available public data. If no direct information is available Jyske Bank has used estimates based on available information.

For renewable energy, calculation of avoided emissions follows the definitions set out in "Nordic Position Paper on Green Bond Impact Reporting" (2020). Financing of renewable energy is a mix of direct project financing and general purpose loans to companies producing renewable energy. The share of financing is not taken into consideration when calculating annual production of electricity and avoided emissions.

Jyske Bank calculate energy consumption and emissions for each individual building using EPC scores, floor area and heating source. Energy reduction and avoided emissions for green buildings are calculated relative to buildings without EPC A or B, financed by Jyske Bank Group. The calculations are based on Jyske Bank Groups debt share.

Avoided emissions for clean transportation are calculated relative to alternative comparable transportation (Euro 6 or newer for cars) based on a fossil fuel. The calculations are based on DCE's (Danish Centre for Environment and Energy) model for transportation and on Yearly Energy Statistics (2019) from Danish Energy Agency. The Danish mix of electricity leads to emissions of 26 g CO<sub>2</sub>/km for an electric car and 82 g CO<sub>2</sub>/km for an electric bus. Reduction in emissions are based on the full reduction for the vehicle.

## Targets

Jyske Bank has from the publication of the first Green Finance Framework in 2020 set up a number of targets within the categories in the framework. These targets define the direction in which Jyske Bank wants to steer the portfolio over the coming years, while at the same time contributing to ensuring that Jyske Bank supports the 17 UN Sustainable Development Goals.

New targets and update of existing targets will be implemented on an ongoing basis.

### Renewable energy

Target	Target start	Target end	Status 2021
Financing of a further production of 2 TWh of renewable energy	2020	2025	0.510 TWh

### Green buildings

Target	Target start	Target end	Status 2021
Develop products to encourage and motivate clients to renovate their properties in a way that increases their energy performance	2020	-	Implemented green loans financed in green covered bonds for commercial buildings Implemented green loans for energy refurbishment of private residential properties Cooperation with external energy consultants to advise private homeowners on energy renovations Implemented loan for financing of land purchase for construction of private residential green buildings
Increase financing of commercial green buildings by DKK 10bn	2021	2025	-

### Clean transportation

Due to the change of the fuel consumption statement from NEDC (New European Driving Cycle) to new standard WLTP (Worldwide Harmonized Light Vehicle Test Procedure), Jyske Bank has in 2020 been standardizing the calculations of carbon emissions for transportation to determine the types of transportation that lives up to the definitions in Jyske Bank Green Finance Framework. We will start reporting on the targets on clean transportation from 2022.

## Contacts

Christian Bech-Ravn

Head of Rating & IR

Mortgage ALM

+45 89 89 92 25

[cbr@jyskerealkredit.dk](mailto:cbr@jyskerealkredit.dk)

Ole Sørensen

Senior Director, Capital markets

JB Capital Markets

+45 89 89 7440

[oso@jyskebank.dk](mailto:oso@jyskebank.dk)



## Disclaimer

This document and the information contained therein is furnished and has been prepared solely for information purposes by Jyske Bank Group. It is furnished for your private information with the express understanding, which recipient acknowledges, that it is not an offer, recommendation or solicitation to buy, hold or sell, or a means by which any security may be offered or sold.

The information contained and presented in this presentation, other than the information emanating from and relating to Jyske Bank Group itself, has been obtained by Jyske Bank Group from sources believed to be reliable. Jyske Bank Group cannot verify such information, however, and because of the possibility of human or mechanical error by our sources, Jyske Bank Group or others, no representation is made that such information contained herein is accurate in all material respects or complete. Jyske Bank Group does not accept any liability for the accuracy, up-to-dateness, adequacy, or completeness of any such information and is not responsible for any errors or omissions or the result obtained from the use of such information. The statements contained herein are statements of our non-binding opinion, not statement of fact or recommendations to buy, hold or sell any securities. Changes to assumptions may have a material impact on any performance detailed. Historic information on performance is not indicative of future performance. Jyske Bank Group may have issued, and may in the future issue, other presentations or information that are inconsistent with, and reach different conclusions from, the information presented herein. Those presentations or the information reflect the different assumptions, views and analytical methods of the analysts who prepared them and Jyske Bank Group is under no obligation to ensure that such other presentations or information are brought to the attention of any recipient of the information contained herein.

Nothing in this presentation constitutes investment, legal, accounting or tax advice, or a representation that any investment or strategy is suitable or appropriate to your individual circumstances, or otherwise constitutes a personal recommendation to you. This presentation is intended only for and directed to persons sufficiently expert to understand the risks involved, namely market professionals. This publication does not replace personal consultancy. Prior to taking any investment decision you should contact your independent investment adviser, your legal or tax adviser, or any other specialist for further and more up-to-date information on specific investment opportunities and for individual investment advice and in order to confirm that the transaction complies with your objectives and constraints, regarding the appropriateness of investing in any securities or investment strategies discussed herein.

Jyske Bank Group or its affiliates (and their directors, officers or employees) may have effected or may effect transactions for its own account (buy or sell or have a long or short position) in any investment outlined herein or any investment related to such an investment. Jyske Bank Group or its affiliates may also have investment banking or other commercial relationship with the issuer of any security mentioned herein. Please note that Jyske Bank Group or an associated enterprise of Jyske Bank Group may have been a member of a syndicate of banks, which has underwritten the most recent offering of securities of any company mentioned herein in the last five years. Jyske Bank Group or an associated enterprise may also have, within the last three years, served as manager or co-manager of a public offering of securities for, or currently may make a primary market in issues of, any or all of the entities mentioned herein or may be providing, or have provided within the previous 12 months, significant advice or investment services in relation to the investment concerned or a related investment.

Any particular security or investment referred to in this presentation may involve a high degree of risk, which may include principal, interest rate, index, currency, credit, political, liquidity, time value, commodity and market risk and is not suitable for all investors. Any securities may experience sudden and large falls in their value causing losses equal to the original investment when that investment is realized. Any transaction entered into is in reliance only upon your judgment as to both financial, suitability and risk criteria. Jyske Bank Group does not hold itself out to be an advisor in these circumstances, nor does any of its staff have the authority to do so.