

NET ZERO GREENHOUSE GAS (GHG) EMISSIONS OPERATIONS POLICY

The Bank already has a policy to enforce our commitment and strategy description towards achieving Net Zero by implementing effective control measures, setting measurable targets, and fostering continuous improvement.

Ensuring Data Integrity		
Monitoring	Reporting	Assurance
The Bank is dedicated to collecting accurate and comprehensive data on our Scope 1 and 2 emissions. This includes implementing robust data collection methods, utilising reliable emission factors, and ensuring proper data management and internal review.	Bank's emissions reports are prepared in accordance with recognised standards, clearly defining reporting scope and boundaries, and ensuring consistent and timely communication of our progress.	Bank engages third-party assurance providers to independently verify the accuracy and completeness of its emissions reports. This independent verification enhances the credibility of Bank's data and builds trust with stakeholders.

GHG Emissions Reduction Levers Hierarchy	
Avoid	The Bank prioritises activities and practices that minimize or eliminate GHG emissions from the outset.
Reduce	For unavoidable emissions, the Bank implements strategies to decrease their intensity or overall amount.
Substitute	The Bank is committed to transitioning towards cleaner alternatives wherever feasible.
Offset	As a last resort, the Bank will address any remaining unavoidable emissions by purchasing carbon credit from verified offset projects.

Internal Carbon Pricing		
The Bank implements Internal Carbon Pricing (ICP) to incentivize efficient operations and accelerate Bank's journey towards NZE Scope 1 and 2 by 2030.		
ICP will be utilized to drive various emissions reductions:		
Investing in Sustainable Solutions	Cost Allocation and Budgeting	Performance Assessment and Incentives
The ICP influences investment decisions, directing resources towards energy efficiency upgrades, renewable energy sourcing, and other emission-reducing initiatives.	Integrating the ICP into cost allocation mechanisms ensure that the environmental impact of different activities is factored into budgets, promoting responsible resources allocation.	Linking ICP with performance metrics and incentives motivates the Bank to prioritise emission reduction.

Carbon Instrument	
Energy Attribute Certificates	Voluntary Carbon Credit
<p>Energy Attribute Certificates (EAC) or Renewable Energy Certificates (REC) acting as valuable tools for demonstrating Bank's commitment to renewable energy.</p> <p>REC utilization objectives are as follows:</p> <ol style="list-style-type: none"> a. Supporting renewable energy development b. Building trust and credibility c. Promoting collective action 	<p>Bank recognize that reducing its own emissions is just one piece of the puzzle. To address residual emissions (especially residual hard-to-abate Scope 1) and contribute to broader climate action, the Bank strategically utilise Voluntary Carbon Credits (VCCs) as part of Bank's comprehensive sustainability strategy.</p> <p>Bank's approach to VCCs are as follows:</p> <ol style="list-style-type: none"> a. Project selection b. Focus on SDGs c. Community development d. Transparency and reporting