Nordea

# Sustainable funding

2025

Sustainability at the core

# Our long-term sustainability objectives supported by short-term targets

## Our sustainability objectives

Become a **net-zero** emissions bank by 2050 at the latest

**40-50%**
reduction in emissions across investment and lending portfolios by 2030[1]

**50%**
reduction in emissions from internal operations by 2030[1]

**Gender balance**

## Supported by our 2025 sustainability targets[2]:

**EUR >200bn**
Sustainable financing facilitation 2022-2025

**90%**
of exposure to large corporates in climate-vulnerable sectors to be covered by transition plans

**80%**
of the top 200 financed emissions contributors in Nordea Asset Management's portfolios are either aligned with the Paris Agreement or subject to active engagement

**x2 Double**
the share of net-zero committed AUM

**At least 40%**
representation of each gender at the top three leadership levels[3] combined

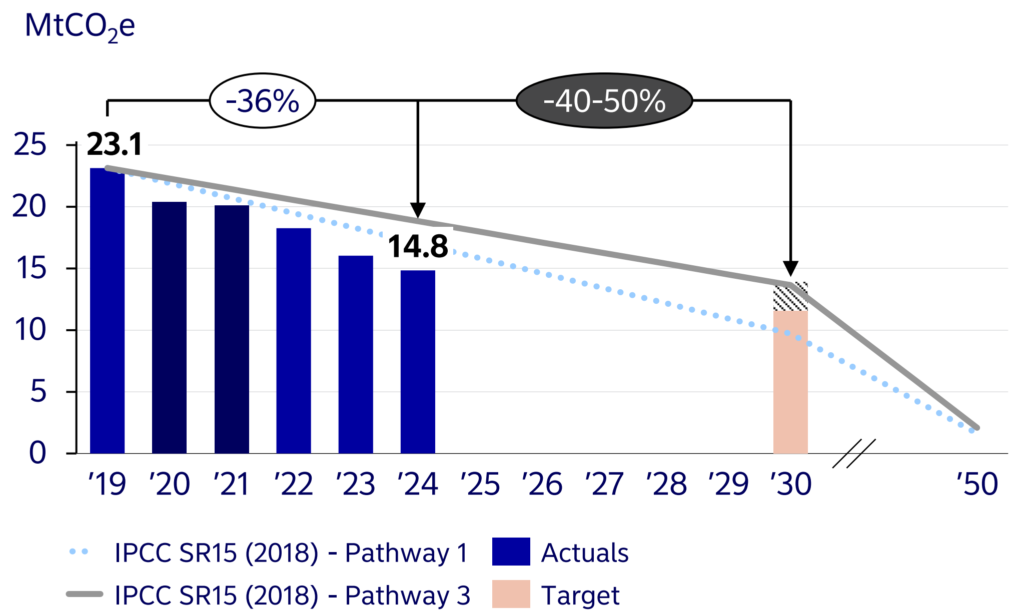
1) compared to 2019 baseline
2) Selection of our medium-term targets – link to full list of targets
3) Group Leadership Team (GLT), GLT-1 and GLT-2



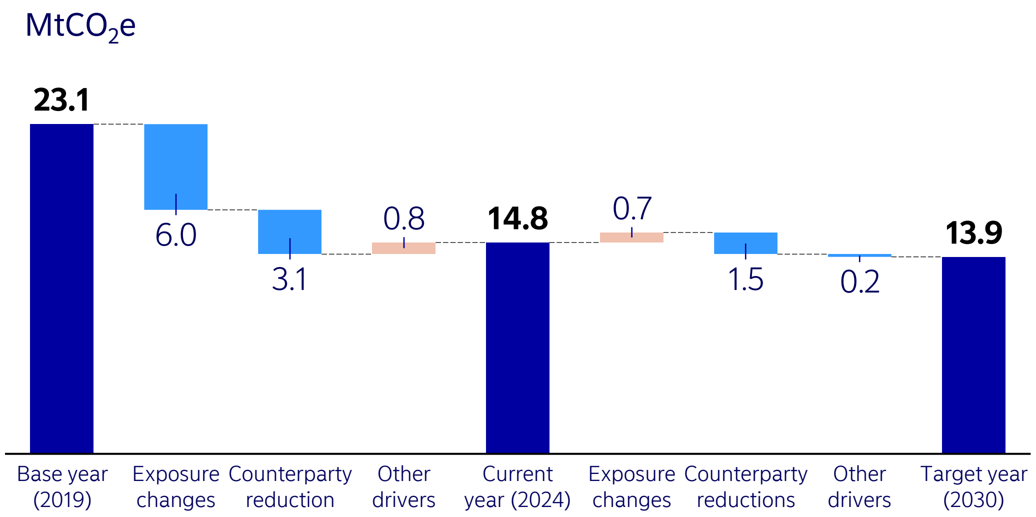
Nordea

# Nordea is well on-track to reach its 2030 financed emissions target

## Portfolio-wide 2030 target for the lending portfolio




## Decarbonisation levers in the lending portfolio




# 36%

**reduction in financed emissions** from business loans, motor vehicle loans, residential and commercial real estate loans between 2019 and 2024



Nordea

# Continued progress on climate targets in our lending portfolio

**40-50%** reduction in financed emissions in our lending portfolio by 2030[1]

2024 progress: **-36%**

| Sector | Sub-sector | Emissions scope | Metric | Base year | Baseline | Target year | Target | 2024 progress |
|---|---|---|---|---|---|---|---|---|
| **Residential real estate** | Households and tenant-owner associations | 1 and 2 | kgCO2e/m2 | 2019 | 17.4 | 2030 | **-40–50%** | -5% |
| **Shipping** | Vessels | 1 | AER, gCO2/dwt-nm | 2019 | 8.3 | 2030 | **-30%** | -10%[2] |
| **Motor vehicles** | Cars and vans | 1 | $gCO_2e$/km | 2022 | 113 | 2030 | **-40%** | -6% |
| **Agriculture** | Crops, plantation and hunting, and animal husbandry | 1 and 2 | tCOe2/EURm | 2021 | 758 | 2030 | **-40-50%** | -7% |
| **Power production** | Electricity generation | 1 and 2 | gCO2e/kWh | 2021 | 220 | 2030 | **-70%** | -90%[2] |
| **Oil & gas** | Exploration and production | 1, 2 and 3 | MtCO2e | 2019 | 2.8 | 2030 | **-55%** | -74% |
| **Offshore** | Drilling rigs and offshore service vessels within oil and gas, and shipping | - | EURm | 2019 | 1,872 | 2025 | **-100%** | -96% |
| **Mining** | Thermal peat | - | EURm | 2022 | 52 | 2025 | **-100%** | -64% |
| | Thermal coal | - | EURm | *Restrictive policy, full phase-out achieved in 2021* | | | | |

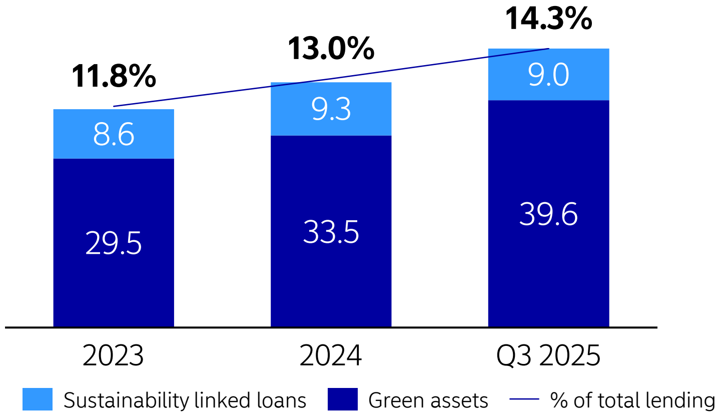
1) compared to 2019 baseline and covering lending to corporates and households for business loans, motor vehicles, commercial and residential real estate and shipping
2) Shipping and Power production are based on 2023 actuals

Sustainability at the core

# We engage with our customers to drive sustainable growth

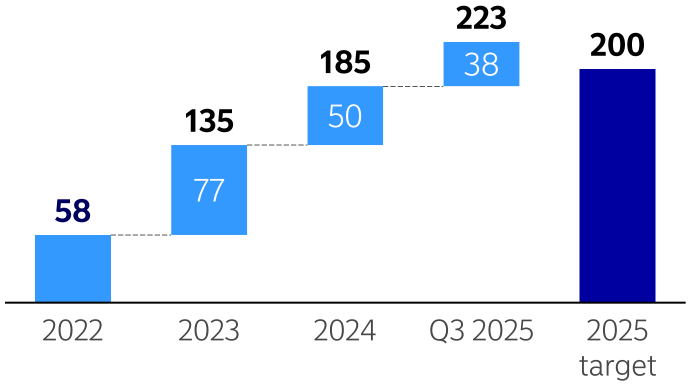
## Green assets and sustainability-linked loans

Total volumes, EURbn

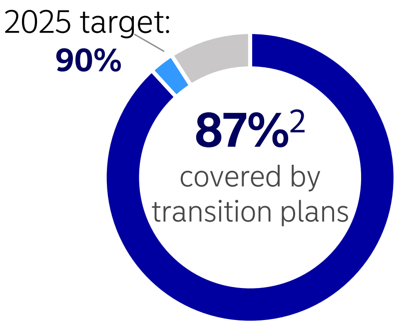



## Sustainable finance facilitation[1]

Accumulated volumes, EURbn

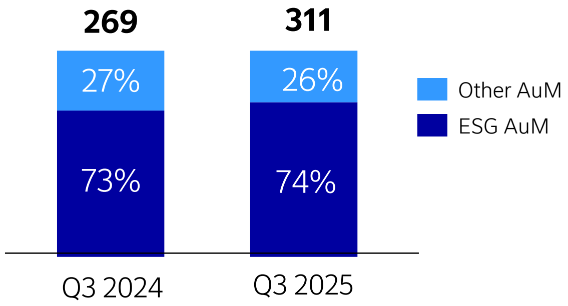



## Transition plan for large corporates




## Nordea Asset Management

Assets under management, EURbn




ESG AuM = article 8 and 9 funds (according to EU SFDR)

- **Facilitated EUR 223bn in sustainable financing since start of 2022**
  Compared to target EUR >200bn by 2025
- **Number one positions for Nordic corporate sustainable loans**
- **Expanded our EIF guarantee agreement to include also Denmark**

1) Includes green, sustainable, sustainability-linked, and social bond transactions as well as green and sustainability-linked loan transactions
2) Q1 2025

# Customer dialogue plays a significant role in accelerating the transition

Nordea's proprietary tool for assessing the maturity of customers' transition plans assists Nordea in supporting its customers in their transition, managing transition risks and identifying financing opportunities.

| Maturity tier | Tier 5 Aware | Tier 4 Planning | Tier 3 Reporting | Tier Committed | Tier 1 Plan Aligned |
|---|---|---|---|---|---|
| Governance | | | | | |
| Implementation | | | | | |
| GHG reporting | | | | | |
| Climate target | | | | | |

**86%**

of our exposure to large corporate customers in climate-vulnerable sectors[1] was, by the end of 2024, covered by a transition plan with time-bound and quantifiable target to cut GHG emissions.

[1] Defined in 2020 as potentially vulnerable to climate transition and/or physical risks: oil, gas and offshore; shipping; mining and supporting activities; utilities distribution and waste management; power production; materials; paper and forest products; animal husbandry; fishing and aquaculture; crops plantation and hunting; air transportation; land transportation; capital goods; construction; and real estate management.

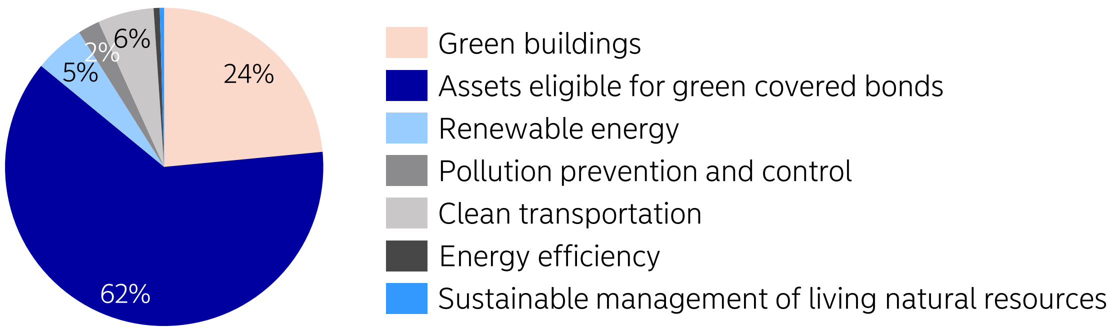


Nordea

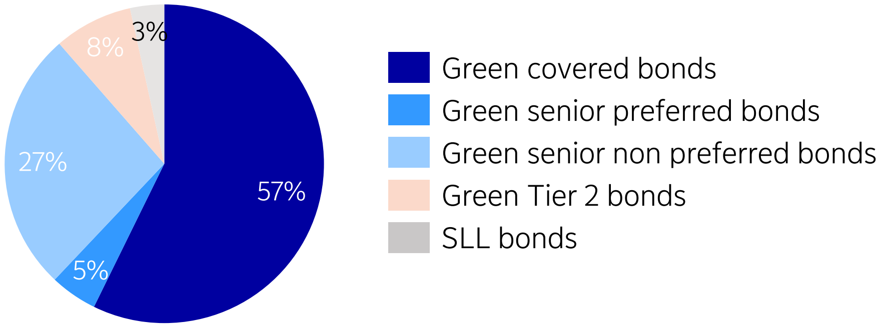
Sustainability at the core

# Enhanced focus on sustainable funding


## Nordea's green bond asset portfolio, EUR 24.2bn




## Nordea's sustainable bonds, EUR 15.7bn




- **EUR 24.2bn assets available for green funding**
  - EUR 9.1bn in NBAbp green bond asset portfolio
  - EUR 15.1bn available assets for green covered bonds
- **EUR 6.2bn green bonds from NBAbp outstanding**
- **EUR 9.0bn green covered bonds outstanding**
- **Deposits with climate focus offered in Finland, Norway and Sweden**
- **EUR 0.5bn issued under sustainability linked loan (SLL) funding framework**
  - SEK 2.4bn and NOK 3.8bn in senior preferred


| ISS ESG | SUSTAINALYTICS | MSCI | S&P Global |
|---|---|---|---|
| **Company rating: C+ (A+ to D-)*** | **ESG score: 13.1 (0 to 100)**** | **ESG rating: AA (AAA to CCC)** | **CSA score: 73 (0 to 100)***** |

*Highest rating within sector is C+, **Lower score represents lower ESG risk, **Higher score represents better sustainability practices

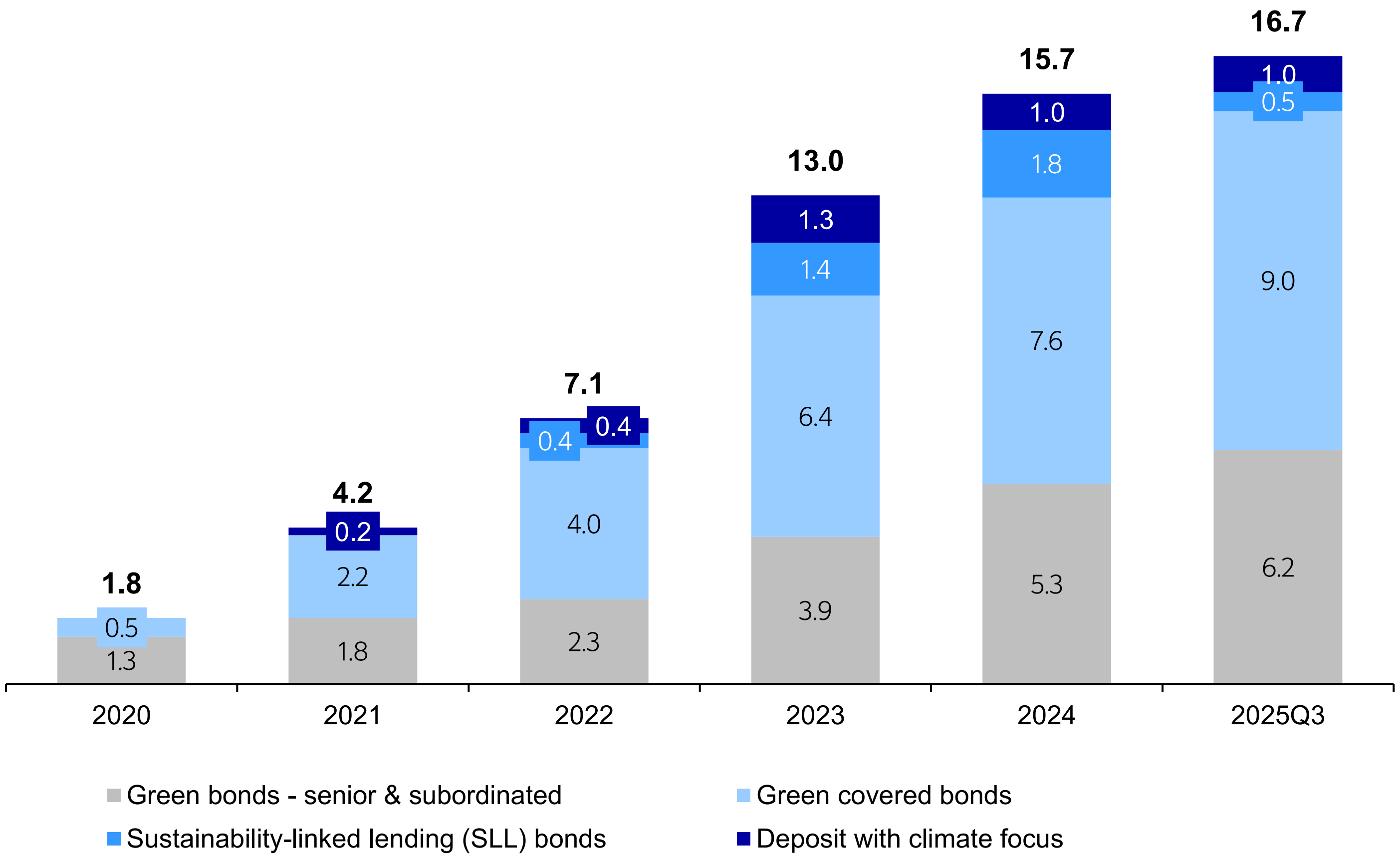


Nordea

Growing sustainable funding

# A leading position in sustainable funding

## Sustainable funding outstanding, EURbn




## The leading sustainable issuer in Europe

- EUR 2.5bn green bonds issued during 2025, equivalent across different currencies:
  - CHF 175m 7y senior non-preferred bond
  - NOK 2.7bn 7y senior non-preferred bond
  - EUR 750m 3y covered bond
  - NOK 7bn 5y covered bond
  - EUR 750m 10y senior non-preferred bond
- EUR 2.6bn green bonds issued during 2024
  - EUR 1.1bn in covered bonds, EUR 750m in SNP and EUR 750m in capital instrument across different currencies
- EUR 400m SLL bonds issued during 2024 in Senior Preferred notes
- Largest green bond issuer in Europe both by volume and number of deals in 2023 & 2024
- Frameworks across green & SLL assets



Nordea

# Green funding framework

Green funding – Nordea Bank

# Green asset categories in the framework

## Percentages of the total green bond assets

### Renewable energy - 14%

- Wind power
- Solar power
- Hydro power
- Bioenergy
- Intergration of renewable energy into the transmission network
- Production of hydrogen

### Energy efficiency - 2%

- Energy storage and heat pumps, district heating

### Green buildings - 63%

- Certifierad green buildings
- Taxonomy TSC aligned buildings

### Pollution prevention and control - 6%

- Water and waste water management
- Waste management
- Waste-to-energy (mostly bioenergy)

### Sustainable management of living natural resources and land use - 1%

- Sustainable agriculture, aquaculture and forestry
- Biodiversity and land/sea use

### Clean transportation - 15%

- Electric cars
- Electric vehicles/Hydrogen fuel cell vehicles

**Use of proceeds** → Selection and evaluation of green bond assets → Management of proceeds

- Nordea's green funding framework adheres to the latest edition of the green bond principles and is reviewed annually, most recently in March 2025
- Net proceeds of green bonds issued will be used for (re)financing of assets within the eligible green asset categories
- Green bond asset categories have been identified by Nordea to increase positive or reduce negative impact on the environment
- Net proceeds of any Nordea green bond shall **NOT** be used towards financing of:
  - × Nuclear or fossil fuel energy operations
  - × Weapons and defence
  - × Coal mining
  - × Tobacco
- ISS Corporate provides a second party opinion (SPO) of the sustainability quality of the bonds including Nordea's green funding framework, the selection criteria and asset pool. The alignment of the green covered bond asset portfolios with the EU Taxonomy on a best-efforts basis and consistency of the instruments with Nordea's sustainability strategy

# A robust decision-making process

## Defines how green bond assets are approved

**Internal evaluation**

1. We identify potential green bond assets from among the financing originated by each of the relevant business units according to our financing criteria and proposed for selection by the units.
2. We remove financing that does not qualify, whether due to the financing itself or the customer.
3. Our sustainability experts evaluate the remaining financing and qualify it as potential green bond assets where appropriate

**External evaluation**

Our external second party opinion provider verifies the potential green bond assets. The assets that qualify are recorded in our green bond register and included in our green bond asset portfolio.

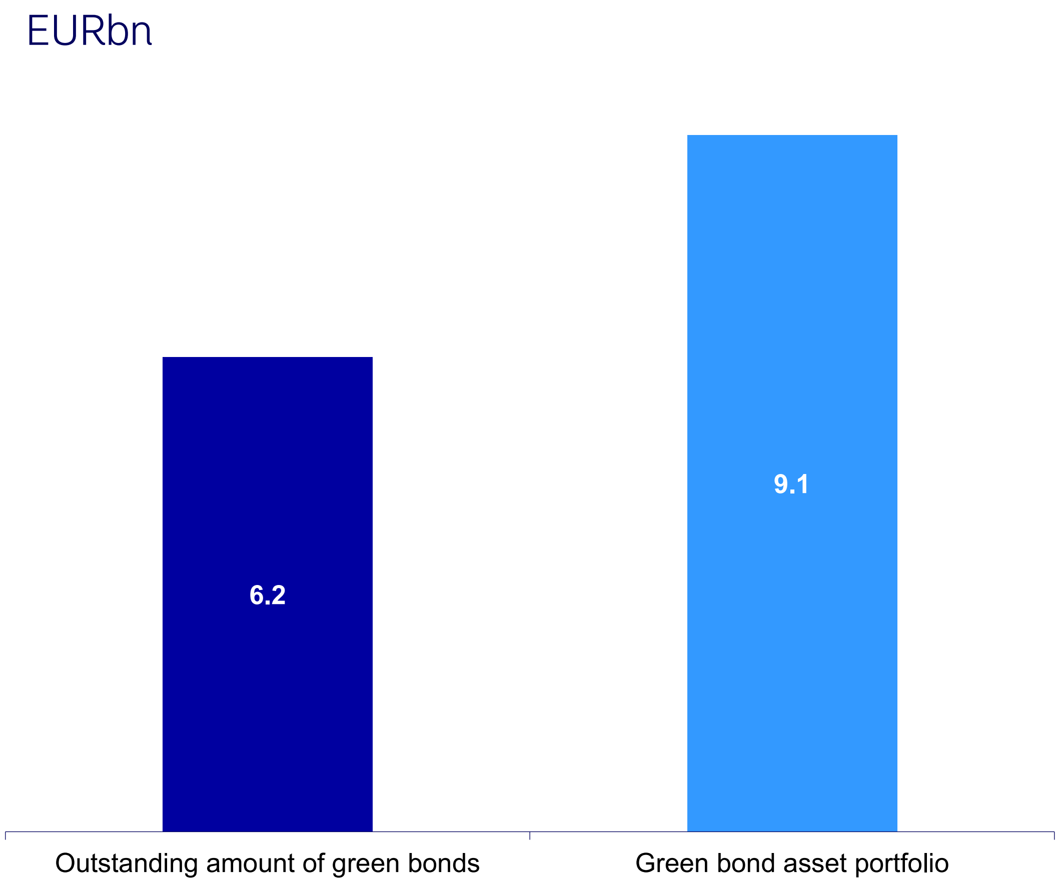
**Committee sign-off**

Our sustainable funding committee subsequently confirms the assessments made by our staff in relation to the green bond asset categories.

Use of proceeds → **Selection and evaluation of green bond assets** → Use of proceeds

- The sustainable funding committee – a subcommittee for ALCO (asset & liability committee) - governs the green funding framework
- The composition and amount of green bond assets is internally reviewed on a quarterly basis to account for repayments and drawings

# Outstanding green bonds vs assets

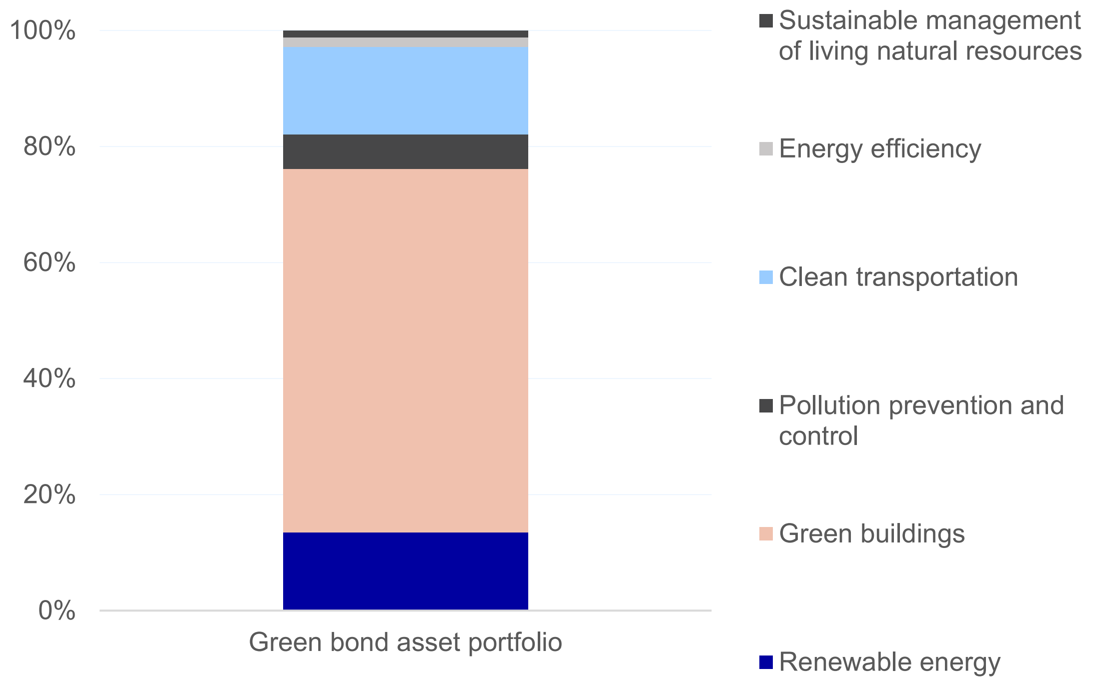




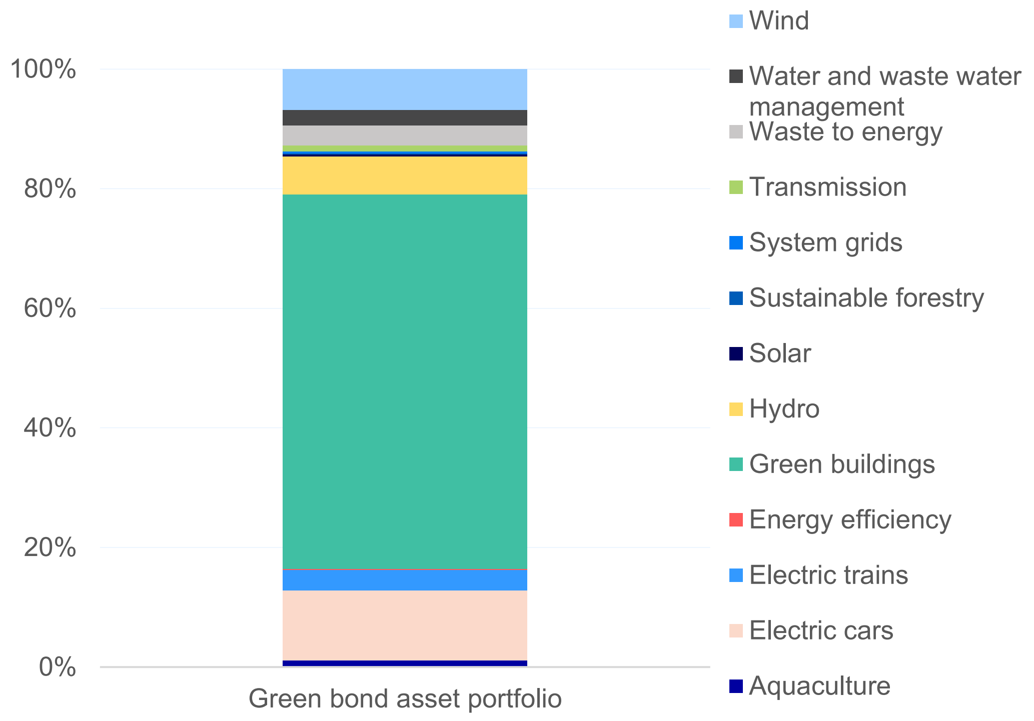
- We have established a green bond register, where we record the composition of our green bond asset portfolio and state how we intend to allocate the net proceeds of our green bonds to green bond assets
- An amount equal to the net proceeds of our green bonds and deposits is placed in our general funding accounts but can be identified in the green bond register
- We intend to maintain an aggregate amount of assets in the green bond asset portfolio at least equal to the aggregate net proceeds of all our outstanding green bonds and deposits
- Any portion of the net proceeds of green bonds or deposits not recorded in the register as allocated to green bond assets is held in accordance with our normal liquidity management policy

# Green bond assets – Nordea Bank

## Green bond assets – breakdown by category




## Green bond assets – breakdown by subcategory



Green funding – covered bonds

# Green asset categories in the framework

### Construction of new buildings

- Energy performance certificate (EPC) is at least 10% lower than the threshold set for the nearly zero-energy building (NZEB)

### For buildings built before 31 December 2020

- EPC class A or alternatively within the top 15% of the national or regional building stock

### Renovations

- Major renovations or leading to a reduction of primary energy demand (PED) of at least 30%

**Use of proceeds** → Selection and evaluation of green bond assets → Management of proceeds

- The net proceeds of the green covered bonds issued by either Nordea Eiendomskreditt AS, Nordea Hypotek AB (publ), Nordea Kredit Realkreditaktieselskab, or Nordea Mortgage Bank Plc (the “MCIs”) are intended to be used, directly or indirectly, to finance or refinance assets that:
  - are eligible for being included in the general cover pool of the respective Nordea MCI, and
  - satisfy certain eligibility requirements that promote climate-friendly and other environmental purposes

Source: Green and social bonds: A high-level mapping to the sustainable development goals, June 2018

# A robust decision-making process

## Defines how green covered bond assets are approved

| | |
|---|---|
| 1 | The Nordea MCIs identify potential green covered bond assets from among the financing originated according to their financing criteria (including the regulatory cover pool eligibility criteria) and proposed for selection by the business units. |
| 2 | The MCIs remove financing that does not qualify, whether due to the financing itself or the customer. |
| 3 | Our sustainability experts evaluate the remaining financing and qualify it as potential green covered bond assets where appropriate. |
| 4 | Our green covered bond committee reviews the potential green covered bond assets. The assets that qualify are recorded in the relevant green covered bond register and included in the relevant green covered bond asset portfolio. |

Use of proceeds → **Selection and evaluation of green bond assets** → Management of proceeds

- The green covered bond committee is a subcommittee of the SFC. It meets to review potential green assets on a quarterly basis
- The proceeds of green covered bond issues are allocated to green covered bond assets at the portfolio level
- The proceeds are thus intended to be allocated, directly or indirectly, to all assets in the green covered bond asset portfolio in equal shares

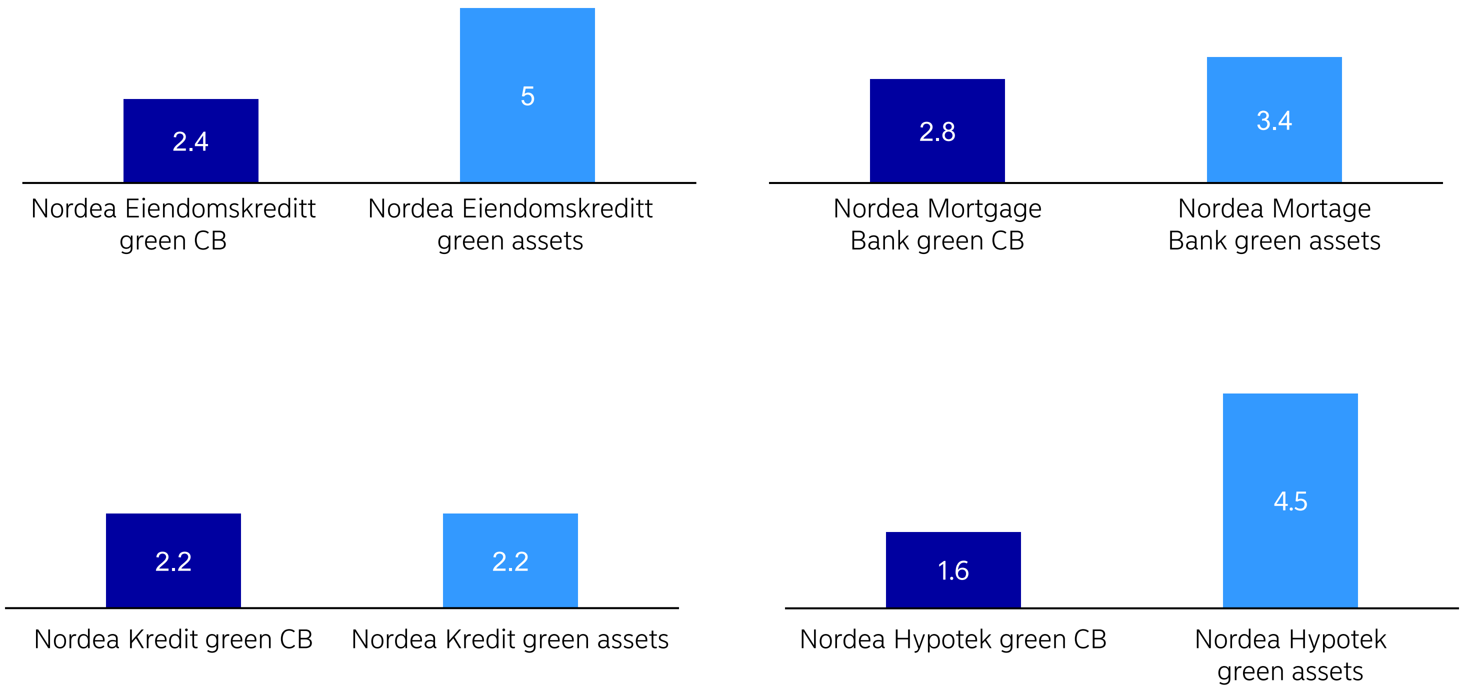


Nordea

Green funding – covered bonds

# Outstanding green covered bonds vs assets

EURbn




Use of proceeds → Selection and evaluation of green bond assets → **Management of proceeds**

- We have established green covered bond registers recording composition of the green covered bond asset portfolios and state how we intend to allocate the net proceeds of green covered bonds issued by the Nordea MCIs to green covered bond assets
- The green covered bond registers are separate from the other registers kept by the Nordea MCIs for regulatory, governance, monitoring and other purposes related to the covered bonds and the covered pools

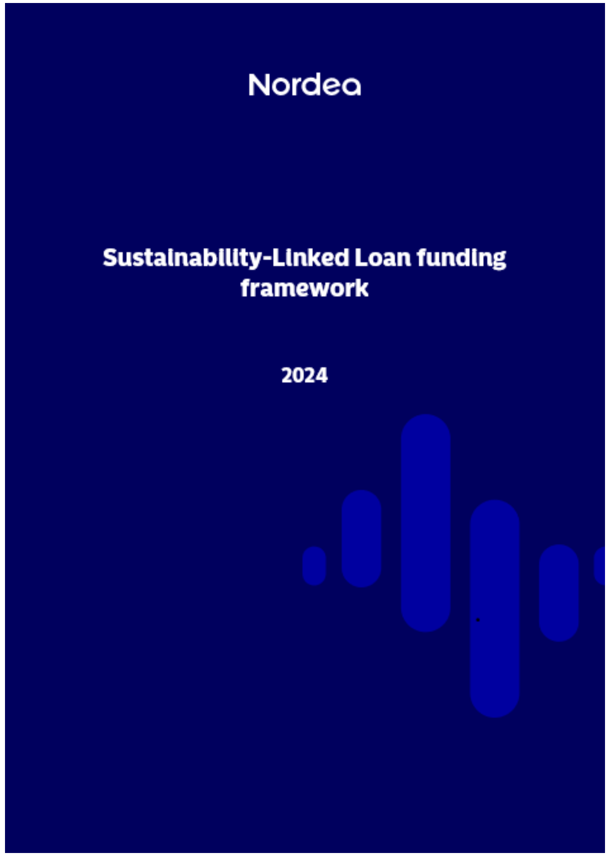


As per Q3 2025

Nordea

# Sustainability-linked loan funding framework

# Sustainability-Linked Loan funding framework




SLL Framework → Selection of SLL assets → Management of proceeds

- The Sustainability-Linked Loan ("SLL") funding framework allows Nordea Bank Abp to issue bonds with reference to the impact of the SLLs on Nordea's balance sheet in a Use-of-Proceeds format
- The SLL assets in scope have KPIs related to Climate Change Mitigation such as reduction of GHG emissions or reduction of energy consumption
- ISS-Corporate* has provided an external review of the framework, which also includes a review of each eligible SLL
- The framework is not to be considered green or linked to green issuance
- The framework has been developed to cater for the transition of assets not included in our green bond asset portfolio but that still hold strong climate targets
- In June 2024, ICMA published the Sustainability-Linked Loans Financing Bonds Guidelines. The SLL funding framework is inspired by the ICMA guidelines but not yet fully aligned. Long term, Nordea's objective is to fully align the framework with the ICMA guidelines including a new external review subject to market developments
- Issuance under the framework neither include sustainable KPIs/SPTs linked to Nordea Bank Abp nor have any variable coupons/redemptions

* ISS-Corporate also provides the Second Party Opinion for Nordea's green funding framework



Nordea

Sustainability-linked loan funding

# Innovation based on strong sustainability knowledge and governance

## Operational overview of SLL asset selection

| | |
|---|---|
| 1 | Nordea chooses potential SLLs that are originated by relevant business units according to Nordea's financing criteria and proposed for selection by the business units. |
| 2 | Nordea removes assets that do not qualify (or where the client of such financing does not qualify) as SLL Funding Assets. |
| 3 | Nordea further removes assets that are deemed ineligible (or where the client of such financing is deemed ineligible) in reference to Nordea's ESG assessment process to be included in the SLL asset portfolio. |
| 4 | The remaining assets are evaluated by sustainability experts within Nordea, after which the qualifying assets are deemed as potential SLL Funding Assets. |
| Review | Review of the potential SLL Funding Assets is then performed by the external provider. The qualifying assets are included in the SLL Funding Register and constitute SLL Funding Assets. |

SLL Framework → **Selection of SLL assets** → Management of proceeds

## Asset selection

To be eligible for inclusion in the portfolio, a loan must meet each of the below criteria. Only the portion of drawn amount is eligible for inclusion in the portfolio

Criteria for inclusion:

- Alignment with the Sustainability-Linked Loan principles* corresponding to the year of signing of the facility
- Positive contribution to at least one of the impact objectives for Climate Change Mitigation
- Have KPIs and SPTs that are considered 'material' and 'ambitious' as assessed by an external reviewer

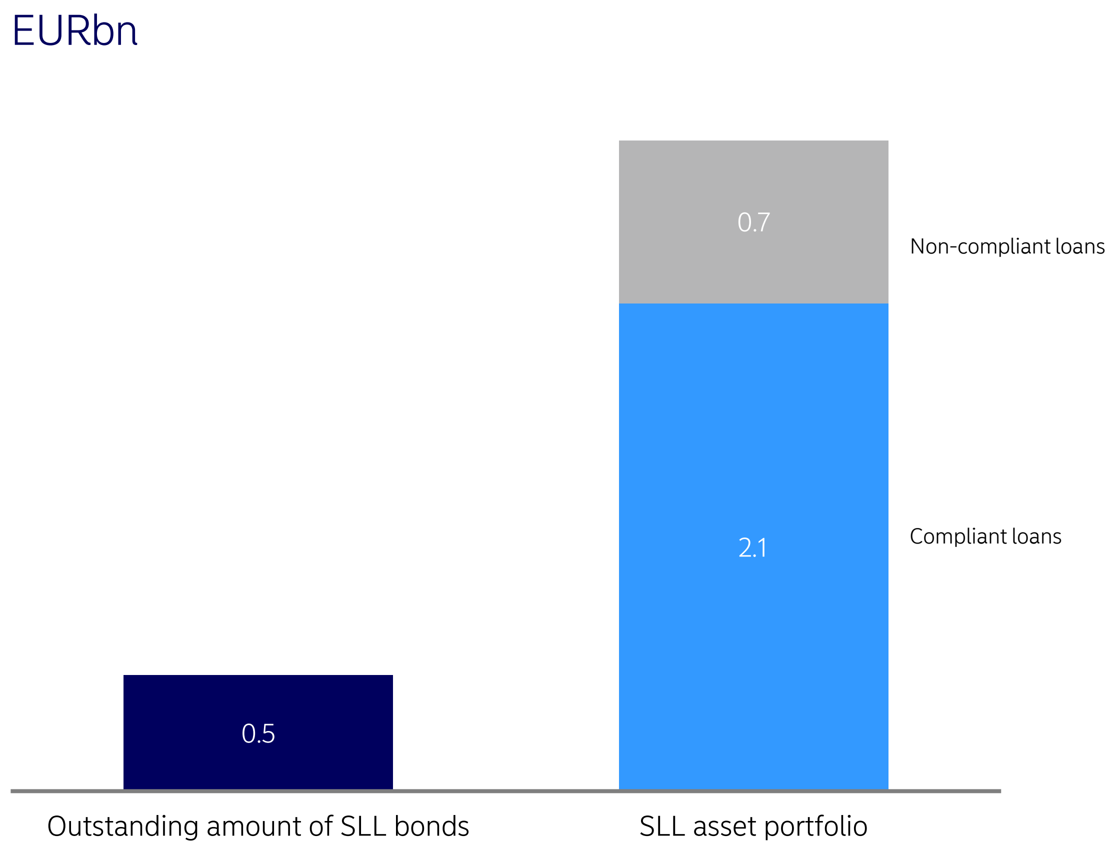
Nordea SLLs may have more than one set of KPIs and SPTs but the selection criteria remain focused on the KPIs specifically associated with at least one of the impact objectives for Climate Change Mitigation

The annual test of compliance will only apply to the identified climate-related KPI(s)

*As defined by Loan Market Association, Asia Pacific Loan Market Association, Loan Syndications and Trading Association

Sustainability-linked loan funding

# Outstanding bonds vs assets




SLL Framework → Selection of SLL assets → **Management of proceeds**

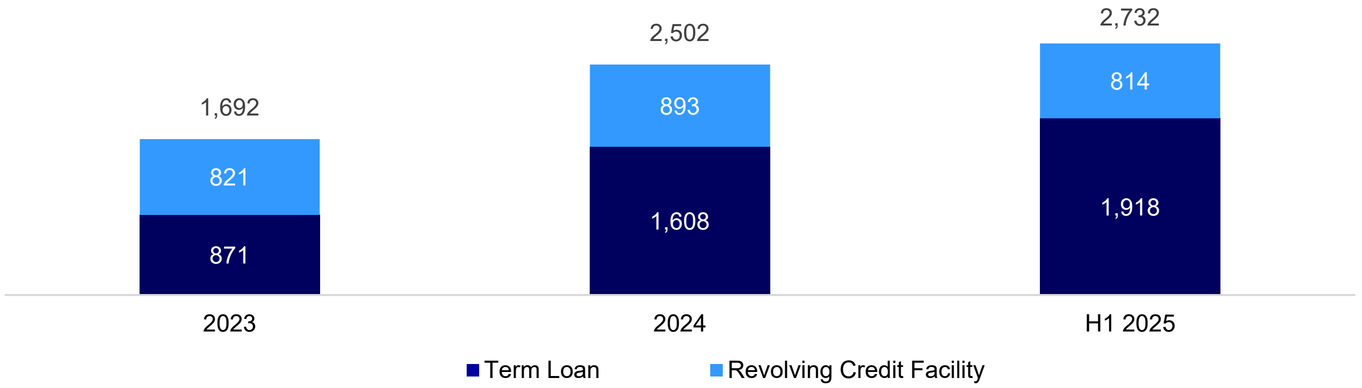
- All SLL funding assets are recorded in a register which manages the allocation of the net proceeds from SLL funding to SLL funding assets
- The composition and amount of SLL funding assets is internally reviewed on a quarterly basis to account for repayments and drawings
- Nordea's intention is to maintain an aggregate amount of SLL funding register that is at least equal to the aggregate amount of all outstanding Nordea SLL funding
- SLLs that fail to meet the agreed targets are removed from the register

Sustainability-linked loan funding

# Portfolio development

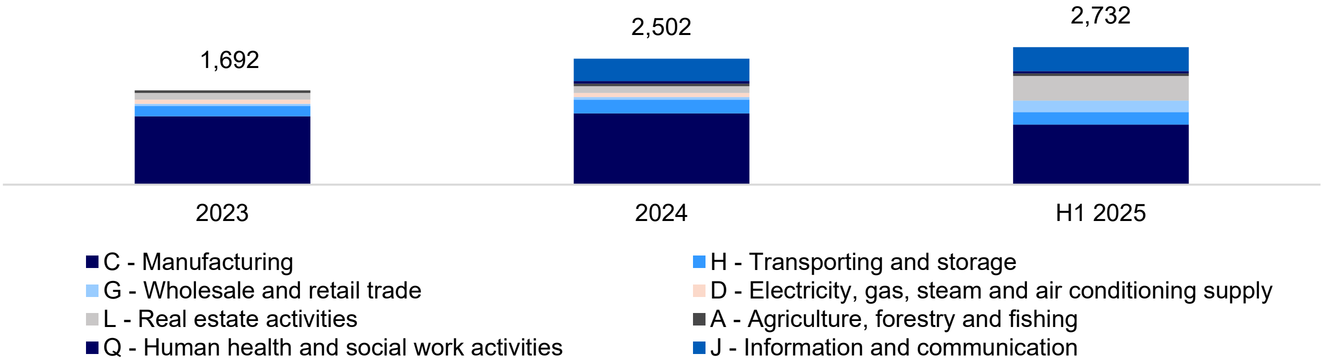
## Total SLL asset portfolio size

Total volumes, EURm




## Total SLL asset portfolio size

Total volumes, EURm




- Nordea is committed to report and provide at least annually readily available information on the total eligible portfolio of SLLs as long as we have SLL bonds outstanding
- All the SLLs in the portfolio have at least one climate-related KPI which materiality and ambitiousness have been confirmed by external reviewer
- As the underlying asset pool of the SLL funding framework is based on SLLs meeting the specific criteria, the traditional use-of-proceeds category level reporting is not feasible
- As also recommended in ICMA’s Guidelines for Sustainability-Linked Loan Financing Bonds, we provide a breakdown of the allocation to different sectors and KPI themes as well as information on the achievement of the KPIs

Nordea

# External review and reporting

Green funding

# Second party opinion by ISS ESG

ISS-CORPORATE

SECOND PARTY OPINION (SPO)

Sustainability Quality of the Issuer, Nordea Green Funding Framework and Asset Pool

Nordea Bank Abp

26 March 2025

**VERIFICATION PARAMETERS**

| | |
|---|---|
| Type(s) of instruments contemplated | ▪ Green bonds, green covered bonds and green deposits |
| Relevant standards | ▪ Green Bond Principles, ICMA, June 2021 (with June 2022 Appendix 1)<br>▪ EU taxonomy Climate Delegate Act, June 2023 |
| Scope of verification | ▪ Nordea's Green Funding Framework (as of March 19, 2025)<br>▪ Nordea's Green Funding Framework (as of Dec. 21, 2023)<br>▪ Nordea's green bond asset portfolio (as of March 7, 2025)<br>▪ Nordea's green covered bond asset portfolio (as of March 11, 2025) |
| Lifecycle | ▪ Pre-issuance verification (based on Nordea's March 19, 2025, Green Funding Framework)<br>▪ Post-issuance asset verification (based on Nordea's Dec. 21, 2023, Green Funding Framework) |

www.iss-corporate.com



| SPO SECTION | SUMMARY | EVALUATION[3] |
|---|---|---|
| **Part I: Alignment with GBP** | The Issuer has defined a formal concept for its green bonds, green covered bonds and green deposits regarding the use of proceeds, processes for project evaluation and selection, management of proceeds, and reporting. This concept aligns with the GBP.<br><br>**Criteria for protection and preservation of biodiversity and natural ecosystems (e.g. R&D and technology dedicated to monitor, report and verify biodiversity impacts such as drones, satellite monitoring, platforms for nature based) are assessed as providing no clear environmental and/or social benefits according to our methodology (see Part II of this report). However, as there are currently several national and international initiatives and the definition of green and/or social might vary depending on sector and geography, those categories might be considered as eligible green or social categories by investors.* | **Aligned *** |
| **Part IIA and IIB: Alignment of assets with the framework selection criteria[4]** | The eligible asset categories financed by the green bonds and green covered bonds include:<br><br>Green categories: Renewable Energy, Green Buildings, Pollution Prevention and Control, Clean Transportation, and Sustainable Management of Living Natural Resources. | **Aligned** |
| **Part IIC: Sustainability quality of the selection criteria[5]** | The green bonds, green covered bonds and green deposits will (re)finance the following eligible asset categories:<br><br>Green categories: Renewable Energy, Energy Efficiency, Green Buildings, Pollution Prevention and Control, Clean Transportation, and Sustainable Management of Living Natural Resources. | **Positive** |

## Highlights from second party opinion by ISS ESG

- The Issuer has defined a formal concept for its green bonds, green covered bonds and green deposits regarding the use of proceeds, processes for project evaluation and selection, management of proceeds, and reporting. This concept aligns with the GBP.

- Nordea's project characteristics, due diligence processes and policies have been assessed against the requirements of the EU taxonomy (Climate Delegated Act of June 2023) on a **best-efforts basis**. The nominated assets in the green covered bonds portfolio and the selected categories under the Framework are considered to be:

  - **Aligned** with the **climate change mitigation criteria**.
  - **Aligned** with do **no significant harm criteria**, except for Activity 7.11

- The Issuer clearly describes the key sustainability objectives and the rationale for issuing green bonds, green covered bonds and green deposits. The majority of the project categories considered align with the Issuer's sustainability objectives

- The second party opinion is available here



Nordea

Green funding

# Nordea Bank sustainable funding report

| Category | Subcategory | Impact measurement indicators | |
|---|---|---|---|
| Renewable energy | Wind, hydro, solar, bioenergy and hydrogen production | Installed renewable energy production capacity (MW) | Estimated CO2e emissions avoided relative to baseline |
| Energy efficiency | Energy transmission, energy storage, district heating | Amount of energy saved (MWh) | Estimated CO2e emissions avoided |
| Green buildings | Green buildings | Amount of energy saved (MWh) | Estimated CO2e emissions avoided |
| Pollution prevention and control | Water and waste water management, waste management | Water withdrawal or treatment capacity (m3/day or t/day) | Estimated CO2e emissions avoided relative to baseline |
| | Conversion of waste to energy | Production capacity (MW) | |
| Clean transportation | Public transport / freight transport | Estimated CO2e emissions avoided | |
| Sustainable management of living natural resources and Land use | Sustainable forestry, agriculture and aquaculture | Land area certified or under management practices targetin improved ecosystem services provision | CO2e emissions per kilo produced |

## Sustainable funding reporting contents

- the amount of net proceeds allocated within each green bond asset category and, when possible and relevant, information on the type, number and location of green bond assets included in each category
- the remaining balance of net proceeds not yet allocated to green bond assets
- where appropriate and subject to confidentiality arrangements, examples of green bond assets financed or refinanced by the net proceeds of green bonds
- Information on environmental impacts of the green bond assets

It is Nordea’s intention to report these figures on an annual basis as long as we have green bonds outstanding

Sustainability-linked loan funding

# External review by ISS ESG

ISS-CORPORATE

SECOND PARTY OPINION

Sustainability Quality of the Issuer and Sustainability-Linked Loan Funding Framework

Nordea Bank Abp

15 August 2025[1]

VERIFICATION PARAMETERS

| | |
|---|---|
| Type(s) of instruments contemplated | ▪ SLL Financing Instruments |
| Relevant standards | ▪ General market standards for Sustainable Finance |
| Scope of verification | ▪ Nordea's Sustainability-Linked Loan Funding Framework (as of Sep. 6, 2024)<br>▪ Nordea Sustainability-Linked Loans' pool (as of June 27, 2025) |
| Lifecycle | ▪ Pre-issuance verification |
| Validity | ▪ Valid as long as the cited Framework and the Sustainability-Linked Finance Facilities' KPIs/SPTs remain unchanged |

[1] Nordea initially published its Sustainability-Linked Loan Funding Framework in June 2022. A new version of the Framework has been published in September 2024, substituting the previous one. No modification occurred with regard to the core elements of the Framework (use of proceeds, processes for project evaluation and selection, management of proceeds, reporting) based on which ISS-Corporate performed its analysis in June 2022. Information regarding Nordea's sustainability strategy (Part III) also remains unchanged, as per the External Review issued on Sep. 6, 2024.

www.iss-corporate.com



| | | | | | |
|---|---|---|---|---|---|
| KPI materiality | 4 factors - Robust | Absence | Good | Robust | Robust |
| | 2/3 factors - Good | Absence | Moderate | Good | Good |
| | 1 factor - Moderate | Absence | Moderate | Moderate | Moderate |
| | 0 factor - Absence | Absence | Absence | Absence | Absence |
| | | 0 dimension - Absence | 1 dimension - Moderate | 2 dimensions - Good | 3 dimensions - Robust |
| | | SPT ambition | | | |

| SLLs | Borrower 1[10] | Borrower 2[11] | Borrower 3[12] | |
|---|---|---|---|---|
| KPI | Good | Robust | KPI 1: Robust | KPI 2: Robust |
| SPT | Moderate | Moderate | SPT 1: Robust | SPT 2: Robust |
| Overall Assessment (KPI and SPT) | Moderate | Good | Robust | Robust |
| Alignment with LMA SLLP | Aligned – however, while the LMA recommends a combination of benchmarking approaches, only one benchmarking approach is available | Aligned – however, while the LMA recommends a combination of benchmarking approaches, only one benchmarking approach is available | Aligned | |
| Risk Assessment | The identification and management of the environmental and social risks associated with the eligible SLL are considered Medium based upon ISS ESG assessment. | The identification and management of the environmental and social risks associated with the eligible SLL are considered Medium based upon ISS ESG assessment. | The identification and management of the environmental and social risks associated with the eligible SLL are considered Medium based upon ISS ESG assessment. | |
| Overall Evaluation | The SLL meets the eligibility criteria. However, ISS ESG notes that the SPT calibration is moderate. | The SLL meets the eligibility criteria. However, ISS ESG notes that the SPT calibration is moderate. | The SLL meets the eligibility criteria. | |
| Loan contribution to Impact Objectives | Climate Change Mitigation | | | |

*Please refer to  the External Review document for a full overview*

## ISS ESG's external review

- Nordea has engaged ISS ESG to act as an external reviewer of the SLL funding framework and the SLL funding assets
  - Most recent update to the SLL funding assets completed in August 2025. Framework updated in September 2024
- "ISS ESG developed a tailor-made assessment methodology to provide an opinion on the robustness of this framework referring to broadly accepted market concepts, namely 'transparency' relevant for sustainable finance and aims at mitigating climate change (e.g. SLL funding the LMA/LSTA/APLMA Sustainability-Linked Loans Principles, the ICMA Green and Social Bond Principles)"
- ISS ESG finds that the sustainability commitments defined by Nordea are relevant to its sector and business model. The sustainability objectives that the SLL funding framework pursues are clearly stated in line with key market guidelines such as the UN SDGs and Science-Based Targets
- The External review is available here

## ISS ESG's Nordea corporate rating

- Transparency level: Very high
- Decile rank:  1
- Prime Status: Prime
- ISS ESG rates Nordea at C+. Less than 10% of total peer universe* is ranked at C+, which constitutes currently the highest rating for financial institutions within Commercial Banks & Capital Markets segment

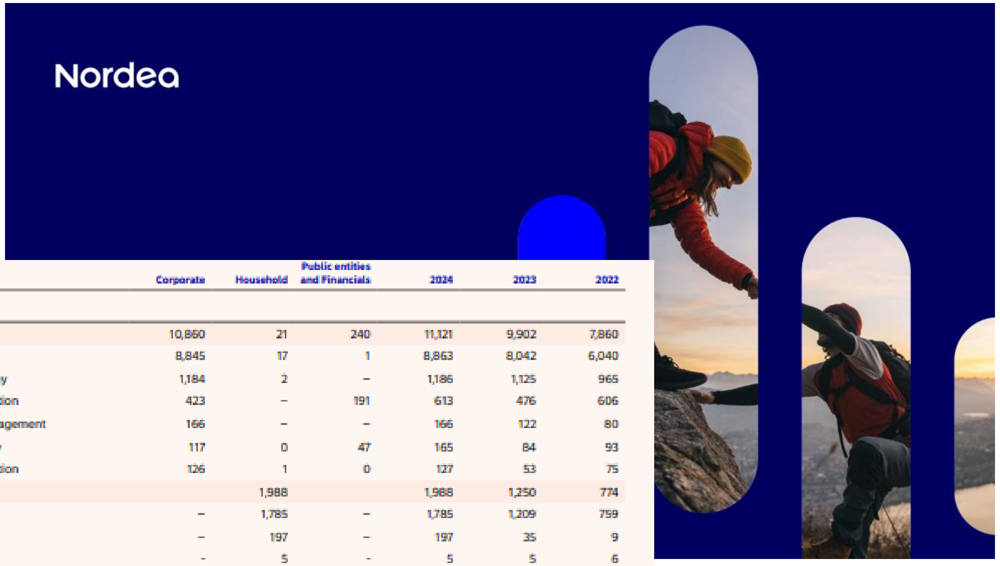
*ISS ESG has currently rated 324 companies within the industry



Nordea

## Sustainability-linked loan funding

# SLL funding framework reporting




| Sustainable financing | Corporate | Household | Public entities and Financials | 2024 | 2023 | 2022 |
|---|---|---|---|---|---|---|
| **Green loans, EURm[1]** | | | | | | |
| Loans in green categories[2] | 10,860 | 21 | 240 | 11,121 | 9,902 | 7,860 |
| - of which green buildings | 8,845 | 17 | 1 | 8,863 | 8,042 | 6,040 |
| - of which renewable energy | 1,184 | 2 | – | 1,186 | 1,125 | 965 |
| - of which pollution prevention | 423 | – | 191 | 613 | 476 | 606 |
| - of which sustainable management | 166 | – | – | 166 | 122 | 80 |
| - of which energy efficiency | 117 | 0 | 47 | 165 | 84 | 93 |
| - of which clean transportation | 126 | 1 | 0 | 127 | 53 | 75 |
| Green mortgages[3] | | 1,988 | | 1,988 | 1,250 | 774 |
| - of which Sweden | – | 1,785 | – | 1,785 | 1,209 | 759 |
| - of which Norway | – | 197 | – | 197 | 35 | 9 |
| - other | - | 5 | - | 5 | 5 | 6 |
| Total | 10,860 | 2,009 | 240 | 13,109 | 11,151 | 8,634 |
| **Sustainability-linked loans, EURm[4]** | | | | | | |
| - of which drawn loans | 9,264 | – | – | 9,264 | 8,600 | 6,271 |
| - of which undrawn commitments | 8,589 | – | – | 8,589 | 10,661 | 8,684 |
| Total | 17,853 | – | – | 17,853 | 19,261 | 14,956 |

1) Loans sold as green fulfilling the Nordea green funding framework criteria. Excluding loans reclassified as green by Nordea as well as off balance volumes for exposures. 2023 and 2022 figures have been restated from the previous reporting period due to improved data availability.
2) Household loans sold as green from Nordea mortgage entities (i.e. green mortgages) have been excluded from the household part.
3) Includes household loans sold as green from Nordea's mortgage entities.
4) Ancillary products excluded from 2024, 2023 and 2022 figures.

### Annual SLL bond report

SLL bond report will include:

- The amount of net proceeds that have been allocated to the impact objectives and, when possible and relevant, further information related to the type, number and location of the SLL funding assets
- The remaining balance of net proceeds which have not yet been allocated to SLL funding assets
- Where appropriate and subject to confidentiality arrangements, examples of SLL funding assets that have been financed or refinanced by the net proceeds of SLL funding
- The Nordea SLL bond report will be available on Nordea's website

Sustainability-linked loan funding

# Breakdown of the allocation – Sector and KPIs

| Sector (NACE section) | KPI theme and type | # of companies | EURm allocation | Total H1 2025 (EURm) |
|---|---|---|---|---|
| **Compliant loans** | | | | |
| A - Agriculture, forestry and fishing | Scope 1 and 2 (Absolute) | 1 | 52 | 52 |
| C - Manufacturing | Scope 1 and 2 (Absolute) | 7 | 562 | 831 |
| | Scope 1, 2 and 3 (Absolute) | 1 | 181 | |
| | Scope 1, 2 and 3 (Absolute) and Scope 1 and 2 (Intensity) | 1 | 88 | |
| H - Transporting and storage | Scope 1 and 2 (Absolute) | 1 | 38 | 75 |
| | Greenhouse gas indicator | 2 | 37 | |
| J - Information and communication | Scope 1 and 2 (Absolute) | 1 | 292 | 475 |
| | Scope 1 and 3 (Absolute) and renewable electricity | 1 | 183 | |
| L - Real estate activities | Scope 1 and 2 (Intensity) | 2 | 356 | 356 |
| Q - Human health and social work activities | Scope 1 and 2 (Absolute) | 1 | 48 | 48 |
| G - Wholesale and retail trade | Scope 1 and 2 (Absolute) and 3 (Supplier Engagement) | 3 | 150 | 224 |
| | Scope 1, 2 and 3 (intensity) | 1 | 74 | |
| Subtotal | | 20 | | 2,061 |
| **Non-compliant loans** | | | | |
| C - Manufacturing | Scope 1, 2 and 3 (Absolute) | 1 | 186 | 362 |
| | Scope 1 and 2 (Absolute) and 3 (Intensity) | 1 | 37 | |
| | Scope 1, 2 and 3 (Intensity) | 1 | 50 | |
| | Scope 1, 2 and 3 (Absolute) and Scope 1 and 2 (Intensity) | 1 | 90 | |
| L - Real estate activities | Scope 1 and 2 (Intensity) | 1 | 134 | 134 |
| H - Transporting and storage | Greenhouse gas indicator | 2 | 175 | 175 |
| Subtotal | | 7 | | 671 |
| Total | | 27 | | 2,732 |

*Allocation by sector and KPI theme/type of compliant and non-compliant loans, 30 June 2025*

- The SLL asset portfolio as of H1 2025 consists of 27 borrowers of which 20 are considered compliant and 7 non-compliant due to not meeting the stated SPT for given KPI for the previous reporting period
- The SLL assets have become increasingly representative of Nordea's lending base
- The current asset pool demonstrates an increased diversity of sectors and a wider range of different climate-related KPIs



Nordea

Sustainability-linked loan funding

# Breakdown of the allocation - Confirmation of the compliance

| Included in the portfolio | # | Sector (NACE section) | Compliance checks 2022 | 2023 | 2024 |
|---|---|---|---|---|---|
| | | Compliant loans | | | |
| Sep-22 | 1 | C – Manufacturing | OK | OK | OK |
| | 2 | C – Manufacturing | OK | OK | OK |
| June-23 | 3 | D – Electricity, etc. supply | OK | OK | OK |
| | 4 | C – Manufacturing | OK | OK | OK |
| | 5 | C – Manufacturing | OK | OK | OK |
| | 6 | C – Manufacturing | OK | OK | OK |
| | 7 | H – Transporting and storage | NC | OK | OK |
| | 8 | H – Transporting and storage | OK | OK | OK |
| | 9 | H – Transporting and storage | NC | OK | OK |
| Oct-23 | 10 | C – Manufacturing | OK | OK | OK |
| | 11 | C – Manufacturing | OK | OK | OK |
| | 12 | C – Manufacturing | OK | NC | OK |
| June - 24 | 13 | L – Real estate activities | OK | OK | OK |
| | 14 | A – Agriculture, forestry, fishing | OK | OK | OK |
| | 15 | J – Information and communication | OK | OK | OK |
| | 16 | Q – Human health and social work activities | OK | OK | OK |
| | 17 | C – Manufacturing | OK | OK | OK |
| | 18 | J – Information and communication | OK | OK | OK |
| | 19 | H – Transporting and storage | OK | OK | OK |
| | 20 | C – Manufacturing | OK | OK | OK |
| June - 25 | 21 | C – Manufacturing | - | - | OK |
| | 22 | G - Wholesale and retail trade | - | - | OK |
| | 23 | G - Wholesale and retail trade | - | - | OK |
| | 24 | L - Real estate activities | - | - | OK |

*Overview of compliant loans, 30 June 2025*

OK – Loans that have achieved the agreed annual sustainability performance target (SPT) or do not have active SPTs for the given financial year

- As per the underlying facility agreements, the performance related to the SPT for each KPI is subject to annual reporting by the borrower
- The reporting is subject to verification with at least limited assurance scope
- If a company does not meet the SPT for a given year or does not report its performance, the related asset is deemed non-compliant and is temporarily excluded from the eligible SLL asset portfolio, but still tracked as part of the total SLL asset portfolio
- Non-compliant asset may become compliant at a later stage if the company succeeds in meeting the set SPT(s) for given KPI(s) during the next reporting periods

# Contacts:

## Investor Relations

Juho-Pekka Jääskeläinen
Head of Debt IR and Ratings
Mobile:+358 40 550 91 11
Tel:+358 9 5300 6435
juho-pekka.jaaskelainen@nordea.com

Randie Atto Rhawi
Senior Investor Relations Officer
Tel: +46 73 866 17 24
randie.atto.rhawi@nordea.com

## Group Treasury

Stefan Bartholdson
Group Treasurer, Head of Group Treasury
Tel:  +45 703238660
Stefan.Bartholdson@nordea.com

Ola Littorin
Head of Long Term Funding
Tel: +46 8 407 9005
Mobile: +46 708 400 149
ola.littorin@nordea.com

Petra Mellor
Head of Bank Debt
Tel: +46 8 407 9124
Mobile: +46 70 277 83 72
petra.mellor@nordea.com