

**House of Representatives Standing Committee on Economics
Review of the Four Major Banks (Second Report)
National Australia Bank (NAB)**

NAB18QW:

What does the bank consider to be the a) optimum and b) likely fossil fuel reduction pathways to meet the two degree limit?

Answer

As stated in NAB's 2016 Dig Deeper Report (Annexure S), NAB supports the internationally agreed goal to limit global warming to less than 2 degrees Celsius above pre-industrial levels. NAB also acknowledges the important role of science-based targets, appropriate policy settings and market mechanisms to reduce greenhouse gas emissions and achieve this transition. It is important there is a considered and orderly approach to the transition to a low-carbon economy to ensure Australians have continued access to secure, reliable and affordable energy and supply that supports our economy. There are a range of possible reduction pathways that are dependent on the creation, development and dissemination of alternative, clean energy technologies.