

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

**NAB22QW:**

Further to your recent evidence to the committee regarding NAB's assessment of climate risks, can you please outline the scope, content and result of any analysis that NAB has conducted on the current and future physical risks of climate change to the bank's loan book, including regarding:

- a) Mortgage lending;
- b) Lending in the agricultural sector; or
- c) Lending to infrastructure projects.

**Answer**

NAB is committed to playing an active role in this transition to a low-carbon economy through our operations and financing activities, including mortgage, agriculture and infrastructure lending. As part of our approach to climate change, NAB has a working group reviewing the risks and opportunities facing NAB and our customers arising from a 2 degree world. NAB has specific environmental, social and governance (ESG) risk principles as part of the bank's risk management framework and assessing ESG risks is an ongoing focus.

NAB's annual submission to CDP (available at [www.cdp.net/en](http://www.cdp.net/en)) articulates the risks and opportunities arising from climate change, and provides some detail of NAB's consideration of physical risk. In 2016 NAB has achieved an A rating globally for its CDP response.