

Net Zero Asset Manager Initiative – Interim Targets

March 2022

Name of Asset Manager	Danske Bank
Total AUM (USD)	USD 124 bn
Proportion of AUM to be managed in line with net zero initially (expressed as a % of total AUM, and provide USD total currently implied)	68% of AuM (corresponding to USD 84 bn). 48% of AuM is currently covered by carbon data (listed equities and corporate bonds).
If less than 100%, briefly explain why this proportion is the maximum achievable and the actions to be taken to increase the proportion over time	The proportion covers investment products (investment funds and managed accounts). The reason for omitting discretionary mandates with asset owners at this stage is that it must be based on the specific customer demands for each specific mandate.
Target Year (e.g. 2030)	2025 and 2030
Baseline Year (e.g. 2019)	31 December 2020
Quantified Target(s) to be achieved by target year (this may include more than one target type if relevant to the methodology used, or if using a combination)	Two main targets: <ol style="list-style-type: none"> 1. 50% reduction of the weighted average carbon intensity by 2030 2. Engagement with the 100 largest emitters by 2025
Baseline Year Performance for the target metric(s) (if possible/relevant) (e.g. xxtCO2/\$ invested)	<ol style="list-style-type: none"> 1. Weighted Average Carbon Intensity (tCO2e / mUSD revenue) = 85.40 2. No baseline performance as we will engage with all 100 companies regardless of historical engagement

	activities and/or the individual company's current net-zero alignment. Alignment tracking & assessment will constitute the fundament for the engagement target
Methodology used to set target(s)	Methodology follows a combination of Net Zero Asset Owner Alliance Target Setting Protocol and Paris Aligned Investment Initiative's Net Zero Investment Framework.
Confirm and describe coverage of Scope 1,2 and extent of Scope 3 coverage of financed emissions.	Scope 1 and 2, and Scope 3 from 2023 and onwards. However, Scope 3 is considered already today in relation to engagement target.
Underlying science-based net zero scenario(s)/pathway(s) from which target(s) is derived	We have chosen to adopt the IPCC SR1.5 P2 pathway as the underlying scientific framework, supported with IEA's Net Zero 2050 pathway.
Brief description of how the asset manager considers the target to be consistent with delivering a fair share of the 50% global reduction in CO2 emissions by 2030 identified as a requirement in the IPCC special report on global warming of 1.5°C.	The P2 represents a very ambitious pathway, consistent with limiting global warming to 1.5 degrees, allowing for only limited temperature overshoot while also considering very important social objectives in transition. This is a scenario with a broad focus on sustainability, including energy intensity, human development, economic convergence and international co-operation, as well as shifts towards sustainable and healthy consumption patterns, low-carbon technology innovation, and well-managed land systems with limited societal acceptability for BECCS (bioenergy with carbon capture and storage).
If not using one of the recommended methodologies, please explain rationale and how it sufficiently rigorous and consistent with the target setting commitment	n/a
Information on target for operational emissions, if set	n/a
Confirm whether the organisation adopted a science-based policy on coal and other fossil fuel investment (Yes/No)	Yes
If yes, provide a link to information on this policy (or a very brief summary, and indicate the scope of AUM to which the policy applies. If no, please	danske-bank-position-statement-fossil-fuels.pdf (danskebank.com)

include any information available on plans to develop such a policy.	
Link to further information in relation to targets or net zero strategy (must be in public domain)	n/a