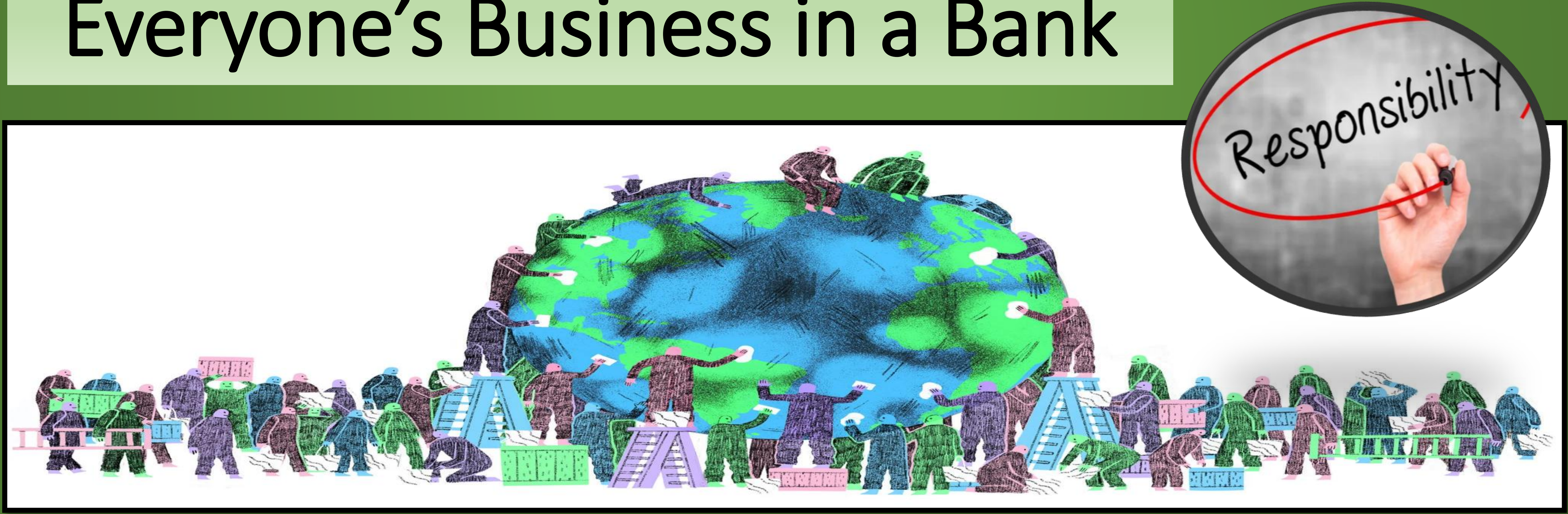
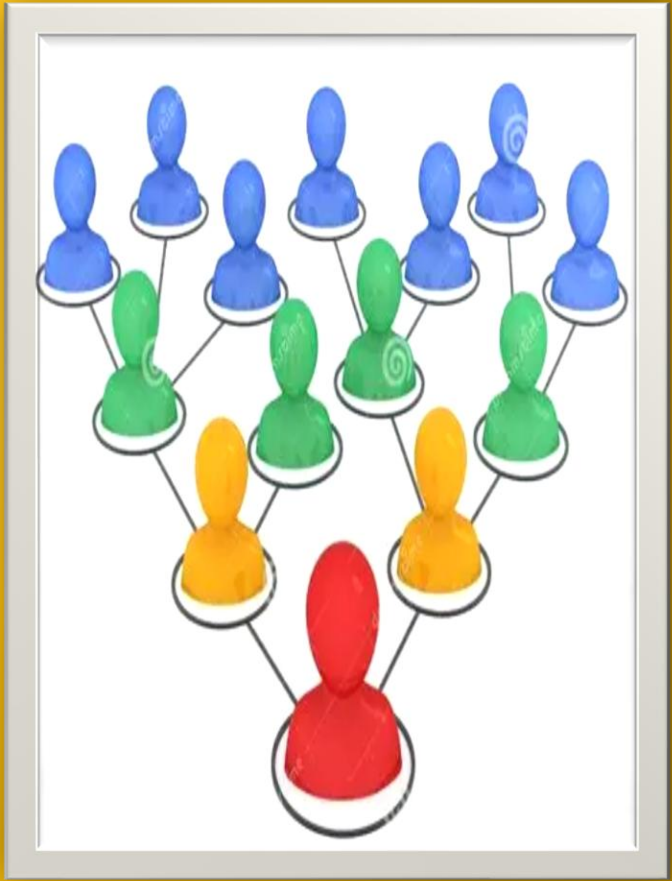
Climate Sense

- CCPT Isn't Just for Credit – It's Everyone's Business in a Bank



Department-by-Department:
How CCPT Applies — With Daily Examples

- 1. Procurement / Vendor Management
- 2. IT & Data Governance
- 3. Compliance & Legal
- 4. Finance / Treasury
- 5. Human Resources (HR) / People Office(PO)



1. Procurement / Vendor Management

<u>How it connects to CCPT</u>:
Vendors contribute to your bank's carbon footprint and resilience. Poor sustainability practices = operational and reputational risk.

<u>Daily guide</u>:

- ➢Screen vendors for environmental certifications (e.g. ISO 14001).
- ➢Prioritise suppliers who adopt green logistics or renewable energy.
- ➢Ask: *Is this vendor aligned to **Green**, **Amber** or **Red** activities?*

<u>Example</u>:
Choosing between two cleaning service providers — one uses chemical-free, biodegradable products (GP2); another doesn't (**Amber**/**Red**).

2. IT & Data Governance

How it connects to CCPT:
CCPT reporting relies on accurate borrower/activity data. IT ensures systems are CCPT-ready and structured.

Daily guide:

- Ensure systems allow tagging of loans by CCPT classification (GP1, GP2, Amber, Red).
- Build ESG dashboards and data validation rules.
- Align data taxonomy with CCPT, CRMSA, and IFRS S2 requirements.

Example:

An RM keys in a CCPT tag for a client — does your core system capture that properly for Board reporting?

3. Compliance & Legal

How it connects to CCPT:
Greenwashing and misclassification are not just ESG issues — they are legal and regulatory exposures

Daily guide:

- Review product documentation to ensure ESG claims are supported by CCPT alignment.
- Include CCPT checks in internal reviews.
- Train legal reviewers on the taxonomy to avoid unintended misclassification.

Example:

Marketing drafts a campaign for a “Green Housing Loan.”

Legal must confirm: does this align with GP1 criteria under CCPT?

4. Finance / Treasury

How it connects to CCPT:
Green financing must be backed by credible use of proceeds and classification. Treasury manages exposure and investor disclosures

Daily guide:

- ➢Track % of green vs non-aligned financing portfolios.
- ➢Map bond issuances or sukuk to CCPT categories.
- ➢Identify gaps to support transition sectors.

Example:
When structuring a green sukuk, Finance must verify: Are the underlying projects GP1-compliant (e.g., certified solar installations)?

5. Human Resources (HR) / People Office (PO)

How it connects to CCPT:
Without climate-competent staff, even the best frameworks will fail.

Daily guide:

- Embed ESG/CCPT into onboarding and annual training.
- Identify ESG skill gaps across departments.
- Align job roles (e.g., Credit Analyst, Risk Officer) with sustainability KPIs.

Example:
Design a short module explaining CCPT basics — include examples relevant to roles: Credit (loan assessment), IT (data tagging), Risk (portfolio review).

Final Thought

CCPT isn't just a credit tool — it's a shared responsibility.

- From the RM to the Risk Analyst, the IT Officer to the HR Executive — everyone has a role in steering the bank towards climate resilience and sustainable finance.
- If you're in a non-credit role:
  - Have you seen CCPT showing up in your daily work?
  - What support do you need to engage better?

Let's make ESG a whole-bank effort — not a silo.