

Information about ANZ's policy¹ on the extractives industry

ANZ's Social and Environmental Risk Policy and Standard applies to ANZ's banking business, excluding Suncorp Bank.

Overview

Our policy on the Extractives industry (Extractives policy) guides decision-making relating to transactions that impact on natural resources and communities.

Our Extractives policy supplements other standards and requirements that generally apply to large business customers,² including under our Social and Environmental Risk Policy and Standard.

We have an important role to play in managing social and environmental risk, including risks arising from relationships with customers across geographies in extractive industries, including risks related to climate change and nature.

We are transitioning our lending portfolio to net zero financed emissions by 2050 in line with the goals of the Paris Agreement,³ as explained further in our Climate Change Commitment, available at anz.com.

We continue to assess the role of gas within the context of the broader energy market, public policy developments, and stakeholder and shareholder expectations.

In relation to gas, we differentiate between the exploration for and extraction of gas from the ground (upstream), transportation (midstream), and conversion into fuels (downstream). We continue to engage with our Institutional energy customers,⁴ including relevant gas customers, seeking updates on their transition plans and encouraging improvements where we think appropriate.

ANZ'S approach

In financing activities of our extractives customers,⁵ ANZ requires its decision-makers to assess relevant customer activities to seek to understand the impacts of the proposed activity on the environment and communities, the customer's history of dealing with these impacts and the customer's proposed approach.

Our approach to the energy sector, including extractives customers

We recognise that decarbonisation of the energy sector, including the extractive industries sector, plays a key role in the transition, with around 75% of global emissions attributed to energy use. Our

¹ The information in this document outlines some detail of the Social and Environmental Risk Policy and Standard and their application but should not be relied upon as comprehensive

² The customers of ANZ Institutional division where ANZ has a credit exposure.

³ The goal to limit the increase in global average temperature to well below 2°C above pre-industrial levels and pursuing efforts to limit the temperature increase to 1.5°C above pre-industrial levels.

⁴ Institutional customers (excluding Corporate Bank) that ANZ has allocated to the following industry codes (being ANZ's internal industry classification system which is informed by the 1993 version of the Australian and New Zealand Standard Industrial classification codes): 1102 (thermal coal mining); 1200 (oil & gas extraction); 1511 (petroleum exploration); 1512 (petroleum exploration service); 2510 (refining); 4521 (wholesaling/distribution); and 3611 (electricity generation).

⁵ A large business customer of ANZ involved in exploration, mining and/or primary mineral processing; oil or gas exploration and production, development, extraction, processing, storage and transport; associated facilities including major infrastructure; mining contracting and haulage; or smelters and metals refineries but excludes customers that only operate downstream secondary metals processing (other than in the case of smelters).

expectations of our Institutional energy customers, together with details of our lending policies and targets applying to those customers, are summarised in our Energy Customer Approach, available at anz.com/esgreport.

Our upstream oil and gas policy

See our most recent Climate-related Financial Disclosures and specifically the Appendix on Financed and Facilitated Emissions Methodology for more details on our sectoral pathways and targets including the part of each sector's value chain in the scope of our target, the customers we focus on and detail on our performance against the targets at anz.com/esgreport.

Our policy means that we will:

- not directly finance⁶ new or expansion upstream oil and gas projects (including new LNG liquefaction plants or floating production storage and offloading infrastructure dedicated to new oil extraction projects); and
- not onboard any new customers⁷ whose revenue is predominantly derived from upstream oil and gas.⁸

Should national energy security issues arise and our assistance is sought, we will consider exceptions on a case-by-case basis.

Our Thermal coal policy

To ensure that our exposure to thermal coal mining continues to decline, we will:

- engage with existing large business customers who have more than 35% thermal coal exposure⁹ by revenue to support diversification plans. Where these are not already in place, we expect these customers to have specific, time bound and public diversification strategies by the end of 2025. We will cap limits to customers that do not meet this expectation and reduce our exposure over time;¹⁰
- not provide lending¹¹ to new-to-bank extractives customers¹² that derive more than 10% of revenue from thermal coal mining; and
- not directly finance¹³ new thermal coal mines (ie mines with production or reserves greater than 35% thermal coal), expansions of existing mines or extensions to operating life. Existing direct financing will run off by end FY2030.

ANZ will also not support any new mining or mineral processing activities with riverine tailings/waste disposal.

⁶ Financing that has a direct nexus to an asset, such as limited recourse project financing or a 'use-of-proceeds' or 'project-related' corporate loan.

⁷ Customer where ANZ has had no meaningful lending relationship within the last 12 months. Entities or assets acquired from existing ANZ customers are not classified as new to bank customers

⁸ Please see our Energy Customer Approach at anz.com/esgreport for an explanation as to how ANZ allocates customers to industry sectors.

⁹ We will progressively reduce the threshold so that by end 2030 we will seek a diversification strategy from mining, transport and power generating large business customers with more than 25% thermal coal exposures.

¹⁰ We will continue to provide rehabilitation bonds for those existing customers with thermal coal exposure to support their responsibilities with exiting mine sites. Transaction banking/markets 3-day settlement limits are excluded from this cap.

¹¹ Applies to lending products only, ie excludes transaction banking, credit cards, performance guarantees, meaning that only lending products that will help customers 'fund' their activities in a material way would be excluded.

¹² Customers where ANZ has had no meaningful lending relationship within the last 12 months. Entities or assets acquired from existing customers are not classified as new-to-bank customers.

¹³ Direct financing means having a direct nexus to the asset, such as limited recourse project financing or a 'use-of-proceeds' or 'project related' corporate loan. It does not include general corporate purpose lending.

Our extractives policy applies across the markets in which we operate. Our extractives policy enables ANZ to continue to support the extractives sector in a way which seeks to balance environmental, social and economic impacts. ANZ expects extractives customers to implement appropriate stakeholder engagement strategies and plans to deal with environmental and social issues associated with their activities.

Our customers' responsible resource management

For high impact activities, decision makers are required to consider whether the customer has demonstrated commitment to internationally accepted industry best management practices. ANZ will also require the customer to provide an independent technical review demonstrating that high impact activities have appropriate designs and management plans to mitigate the impacts.

An overview of ANZ's approach to social and environmental risk management and further detail about our Social and Environmental Risk Policy and Standard (including for other sensitive sectors which may also apply) is available via [the ANZ website](#).

Last updated: May 2025