



INFORMATION ON THE ESG RISK ASSESSMENT

Stock Company Šiaulių Bankas (hereinafter, the Bank) strives to contribute to sustainable business and economic growth; therefore, in its activities it pays great attention to sustainability issues and commitments related to environmental protection requirements, social responsibility, employee safety and health, business ethics and governance. The Bank continuously improves its activities in this area and therefore expects its clients – the companies with which it cooperates (hereinafter, the Clients) – to adhere to the same or similar obligations and/or standards in their activities.

As part of its ESG strategy and in order to comply with supervisory requirements, the Bank has updated its procedures for credit to corporate clients and has incorporated environmental, social and governance (ESG) risk factors into the credit risk assessment process for corporate clients. The purpose of the client ESG risk assessment is to identify the ESG risks inherent in the client's business and to encourage clients to apply ESG risk mitigation measures in their activities.

The client ESG risk assessment continues to be used in the credit risk assessment process for corporate clients, as well as to monitor the ESG risk of clients with loans.