

News Release

MS&AD Insurance Group Holdings, Inc.

Listed on Tokyo and Nagoya Stock Exchanges (Code:8725)
Corporate Communications and Investor Relations (Contact Us)

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~Transition to 2050 Net Zero~

Progress in Reducing Greenhouse Gas (GHG) Emissions from Insurance Underwriting and Investments

MS&AD Insurance Group Holdings, Inc. (President and Group CEO: Shinichiro Funabiki) is proud to share the latest update on our progress towards GHG emissions reduction from insurance underwriting and investments. Full details are available on our official website.

We took a significant step forward in November 2023 by becoming the first Japanese non-life insurance company to establish GHG emissions reduction targets that include both insurance underwriting and investment portfolios. And we have been promoting engagement with corporate clients and proposing solutions to reduce emissions.

Partnership for Carbon Accounting Financials (PCAF) has introduced the methodology for measuring GHG emissions from insurance underwriting in November 2022. However only a small number of insurance companies have disclosed their GHG emissions. We will advance the measurement of GHG emissions not only for corporate clients in specific industries but also for a wide range of corporate clients, and we will work towards reducing GHG emissions.

1. Progress

Our Group is making steady progress towards our goal of reducing GHG emissions by 37% by FY2030, using FY2019 as the baseline. As of FY2022, we have already achieved a 18% reduction.

Interim target toward FY2030		Results at the end of FY2022
[Reduction target] GHG emissions from our corporate clients* ¹	▲ 37%* ² FY2030(Base year: FY2019)	▲ 18% FY2022 (Base year: FY2019)* ³ -Insurance underwriting : 1,153 kt-CO ₂ e -Investment : 3,125 kt-CO ₂ e
[Engagement target] Engagement with our corporate clients* ¹ and solution proposal	We, through engagement with clients, share challenges they have in reducing GHG emissions. We work together with them towards reduction of GHG emissions with solution proposals.	204(Cumulative total number of corporate clients as of the end of October 2024)* ⁴ -Insurance underwriting : 29 -Investment : 175

*1 GHG emissions from insurance underwriting and investments are derived from approximately 3,300 key Japanese corporate clients which account for approximately 50% of the underwriting portfolio based on premiums, selected according to their insurance premium levels.

*2 Calculated based on Japan's NDC GHG emission target for FY2030 and actual results from FY2019

*3 Data as of end March 2023. GHG emissions were calculated based on the PCAF's GHG accounting standards for financial institutions, covering both insurance underwriting and investment portfolios. For insurance underwriting, the calculations include corporate policies for auto insurance, fire insurance, casualty insurance (excluding construction insurance), cargo insurance, hull insurance, and aviation insurance. For investments, the calculations include domestic listed equities, corporate bonds, and corporate loans, covering all GHG emissions from the major domestic clients in which we are invested.

*4 Cumulative total from November 2023 to the end of October 2024

2. Our Approach

Our group is committed to supporting the transition to net-zero by contributing to the development and dissemination of the technologies necessary for decarbonization through insurance underwriting and investments. Currently, the methodologies for measuring GHG emissions from insurance underwriting and investments are still in development, and there are ongoing issues related to data environments and other factors. However, we remain committed to enhancing our understanding of these challenges and providing effective solutions through ongoing dialogue with our customers to reduce GHG emissions.

- For more details on MS&AD Insurance Group's initiatives related to climate change, please refer to the "[MS&AD Green Resilience Report](#)" published in September.

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