

Nordea Responsible Ship Recycling Standards (RSRS) Reporting 2023

Nordea RSRS Annual Reporting 2023

Nordea Bank Abp, filial i Norge, has been a member of the Responsible Shipbuilding & Recycling Standards for banks (RSRS) since 2017. At the end of 2023, 13 international shipping banks, including Nordea, had adopted the RSRS.

The RSRS aim to promote responsible ship recycling and minimize the dangers associated with hazardous materials on board of ships. The standards form guiding principles in the dialogue about responsible ship recycling between the financial sector and the stakeholders in the shipping industry. For that purpose, RSRS members seek to engage in an active dialogue with ship owners.

Nordea, and other members, actively:

- Require ship owners to prepare and maintain an Inventory of Hazardous Material ('IHM') on board their ships and
- Covenant that ship owners will maintain a sustainable and socially responsible policy with respect to dismantling of vessels in accordance with the regulations of the Hong Kong Conventions and/or the EU Ship Recycling Regulation.
- Encourage clients to be transparent and publicly state their commitment towards improved environmental and human rights performance, responsible recycling of ships and the RSRS.
- Encourage clients to ensure that an IHM is prepared and maintained for each ship in their existing fleet.

From the shipping related transactions we closed in year 2023, we have been able to include the relevant RSRS wording in close to 100% of the finance documents. Over time, we aim to continue including a responsible recycling clause in all relevant new loan agreements for Nordea-financed vessels in the shipping sector.