



The physical and transition risks posed by climate change greatly threaten the viability and credit worthiness of all businesses. As such, there is a need to revalue how balance sheets, income statements and operating models of businesses are assessed by lenders. OakNorth's Climate Change Risk Framework, part of the ON Credit Intelligence suite, is a cloud software which provides insights to help US banks and financial institutions get ahead of both the risks and opportunities posed by climate change and the growing regulation in this area. The software provides portfolio and credit analysis to assess financial risk of climate change, and is driven by granular, sector-specific data. As a credit risk management tool, it looks at the impact of different scenarios of climate change, such as varying degrees of temperature rises (1.5, 2.4 and 2.8 degrees Celsius), across various sub sectors of the US economy and across various timeframes (5,10,20 and 30 years).