

SUMMARY OF RISK MANAGEMENT PRACTICES

Stanbic IBTC's enterprise risk management practice is the bedrock of our commitment to continually enhance shareholders' value in strict adherence to the risk appetite as set by the board whilst considering the wider interest of other stakeholders amongst who are depositors and regulators.

The board sets the tone for a responsive and accountable risk management culture and this flows through the organization to each business manager and independent risk officer.

Risks are managed according to set risk governance standards, which are implemented across the Group and are supported by appropriate risk policies and procedures. Stanbic IBTC has adopted the Enterprise Risk Management (ERM) framework with an independent control process that provides an objective view of risk taking activities across all business and risk types at both an individual and aggregated portfolio level.

Stanbic IBTC seeks to achieve the right balance between risk and reward in its businesses, and limits adverse variations in earnings by appropriately managing its capital within specified risk appetite levels.

SUSTAINABILITY INITIATIVES

Stanbic IBTC acknowledges that the development of a corporate culture whereby environmental sustainability principles are adhered to both in its operating environment and with counterparties is crucial to sustainable development.

In line with regulatory stipulation, the Stanbic IBTC complies with the Nigeria Sustainable Banking Principles (NSBP) and through the Standard Bank Group is a signatory to the Equator Principles, thereby adopting international best practice in Environmental and Sustainability standards.

Stanbic IBTC adopts a precautionary approach to environmental management, striving to anticipate and prevent environmental degradation in line with the guidelines set out in the Equator Principles and the provisions of the environmental laws of Nigeria.