



Independent Limited Assurance Report to the Directors of Insurance Australia Group Limited.

Conclusion

Based on the evidence we obtained from the procedures performed, we are not aware of any material misstatements in the Information Subject to Assurance included in the Group Climate-related disclosures report which has been prepared by Insurance Australia Group Limited in accordance with the Criteria for the year-ended 30 June 2022.

Information Subject to Assurance

The quantitative and qualitative disclosures that are the subject of our limited assurance report (Information Subject to Assurance) for the year-ended 30 June 2022 for Insurance Australia Group Limited (IAG) are:

- Selected Data Claims presented throughout pages 19 to 23 of IAG's FY22 Group Climate-related disclosure (included in Appendix 1); and
- Selected qualitative disclosures relating to the Selected Data Claims and selected qualitative disclosures within pages 19 to 23 of IAG's FY22 Group Climate-related disclosure.

Criteria Used as the Basis of Reporting

The below reporting criteria has been applied (*collectively "the Criteria"*):

- IAG's own reporting criteria (as established and set out in 'IAG Data Summary and Glossary of Terms' www.iag.com.au/safer-communities/our-esg-performance; and
- The Global Reporting Initiative (GRI) 2016 Standards' Reporting Principles for Defining Report Content: being Stakeholder Inclusiveness, Sustainability Context, Materiality, and Completeness.

Basis for Conclusion

We conducted our work in accordance with Australian Standard on Assurance Engagements ASAE 3000 (Standard). In accordance with the Standard we have:

- used our professional judgement to plan and perform the engagement to obtain limited assurance that we are not aware of any material misstatements in the Information Subject to Assurance, whether due to fraud or error;
- considered relevant internal controls when designing our assurance procedures, however we do not express a conclusion on their effectiveness; and



- ensured that the engagement team possess the appropriate knowledge, skills and professional competencies.

Summary of Procedures Performed

Our limited assurance conclusion is based on the evidence obtained from performing the following procedures:

- enquiries with relevant IAG personnel to understand the internal controls, governance structure and reporting process of the Information Subject to Assurance;
- reviews of relevant documentation including the basis of preparation and the Criteria;
- analytical procedures over the Information Subject to Assurance;
- walkthroughs of the Information Subject to Assurance to source documentation on a sample basis;
- evaluating the appropriateness of the criteria with respect to the Information Subject to Assurance; and
- reviewed the Annual Review and Sustainability Report and Online Content in its entirety to ensure it is consistent with our overall knowledge of assurance engagement.

How the Standard Defines Limited Assurance and Material Misstatement

The procedures performed in a limited assurance engagement vary in nature and timing from, and are less in extent than for a reasonable assurance engagement. Consequently the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed.

Misstatements, including omissions, are considered material if, individually or in the aggregate, they could reasonably be expected to influence relevant decisions of the Directors of Insurance Australia Group Limited.

Use of this Assurance Report

This report has been prepared for the Directors of Insurance Australia Group Limited for the purpose of providing an assurance conclusion on the Information Subject to Assurance and may not be suitable for another purpose. We disclaim any assumption of responsibility for any reliance on this report, to any person other than the Directors of Insurance Australia Group Limited, or for any other purpose than that for which it was prepared.



Management's responsibility

Management are responsible for:

- determining that the criteria is appropriate to meet their needs;
- preparing and presenting the Information Subject to Assurance in accordance with the criteria; and
- establishing internal controls that enable the preparation and presentation of the Information Subject to Assurance that is free from material misstatement, whether due to fraud or error.

Our Responsibility

Our responsibility is to perform a limited assurance engagement in relation to the Information Subject to Assurance for the 30 June 2022, and to issue an assurance report that includes our conclusion.

Our Independence and Quality Control

We have complied with our independence and other relevant ethical requirements of the *Code of Ethics for Professional Accountants (including Independence Standards)* issued by the Australian Professional and Ethical Standards Board, and complied with the applicable requirements of Australian Standard on Quality Control 1 to maintain a comprehensive system of quality control.

A handwritten signature of the KPMG firm, written in blue ink, appearing as a stylized 'KPMG'.

KPMG

15 September 2022



Appendix 1

Selected Data Claims

Total Scope 1 GHG emissions (t CO ₂ -e)	4,869
Total Scope 2 GHG emissions (t CO ₂ -e)	10,902
Gross written premium (GWP) from mining and fossil fuel power generation activities (AU\$m)	Less than \$1m
Gross written premium (GWP) from mining and fossil fuel power generation activities (%)	Less than 0.01 %
GHG intensity of investment portfolio	
Normalised Carbon Footprint of Listed Equity Portfolio (Scope 1 and 2) (t CO ₂ -e/US\$m invested)	61.5
Weight Average Carbon Intensity (tCO ₂ e / US\$m sales) (Australian Equities)	114
Weight Average Carbon Intensity (tCO ₂ e / US\$m sales) (Global Equities)	97
Normalised Carbon Footprint (tCO ₂ e / US\$m invested) (Australian Equities)	69
Normalised Carbon Footprint (tCO ₂ e / US\$m invested) (Global Equities)	57

Selected Disclosures – Group Selected

Selected Group Disclosures

Selected qualitative disclosures relating to the Selected Data Claims within pages 19 to 23 of 2022 IAG's Group Climate-related disclosure.