Regions
2022 TCFD Report

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This publication provides our disclosure made pursuant to the recommendations of the Task Force on Climate-Related Financial Disclosures. The activity described in this report applies to Regions Financial Corporation and its subsidiaries, referred to collectively throughout as "Regions" or the "Company." The data in this report covers the period from January 1, 2022 through December 31, 2022, unless otherwise noted.

Certain statistics and metrics included in this report are estimates and may be based on assumptions. The goals and planned future enhancements that we set forth in our ESG disclosures, including those discussed in this report, are aspirational in nature. As such, we cannot guarantee or promise that these goals will be met. We do not plan to update any of these forward-looking statements on an ongoing or rolling basis.

The information covered in this report is not meant to be comprehensive and contains only voluntary disclosures. For that reason, it should be read in conjunction with our 2022 Annual Report on Form 10-K (particularly the "Forward-Looking Statements" and "Risk Factors" sections); our Quarterly Report on Form 10-Q for the quarter ended March 31, 2023 (particularly the "Forward-Looking Statements" section); our 2023 Proxy Statement; and our 2022 ESG Report, including the 2022 GRI Index and 2022 SASB Index. All of the aforementioned documents are available on ir.regions.com.

GLOSSARY OF TERMS AND ACRONYMS

TERM	MEANING
AI	Artificial Intelligence
CDP	Formerly the Carbon Disclosure Project
CO2e	Carbon Dioxide Equivalent
ENRG	Energy & Natural Resources Group
EPA	Environmental Protection Agency
ESG	Environmental, Social, and Governance
ESRM	Environmental & Social Risk Management
ETF	Exchange-Traded Funds
FEMA	Federal Emergency Management Agency
FSB	Financial Stability Board
GHG	Greenhouse Gas
GRI	Global Reporting Initiative
HVAC	Heating, Ventilation, and Air Conditioning
LED	Light-Emitting Diode
MWh	Megawatt Hour
NAICS	North American Industry Classification System
NCG	Nominating & Corporate Governance
NDCs	Nationally Determined Contributions
NGFS	Network for Greening the Financial System
NRI	National Risk Index
NRRE	Natural Resources & Real Estate
PCAF	Partnership for Carbon Accounting Financials
PV	Photovoltaic
SASB	Sustainability Accounting Standards Board
SEC	U.S. Securities & Exchange Commission
TCFD	Task Force on Climate-Related Financial Disclosures

INTRODUCTION

Delivering Shared Value

At Regions, we have our own, customized approach to ESG that, at its heart, is about making life better for the people and places we serve. Our commitment to ESG is thoughtfully tailored to align with our business strategies focusing on soundness, profitability, and growth. Further, this commitment complements Regions' daily initiatives to support our full range of stakeholders, including customers, communities, associates, and shareholders. In an environment where the term "ESG" can be used in a variety of ways, we want to be clear: ESG at Regions is about operating in a way that fortifies our strategic goals, balances risk and reward, and ultimately benefits all of our stakeholders.

As one element of this approach, Regions is committed to operating more efficiently while supporting our new and existing customers' own sustainability aspirations. We believe that doing our part in addressing these challenges can be accomplished in a way that promotes Regions' mission and values while also allowing us to prudently balance risks and opportunities in line with our strategic plan. This intentionality enhances our ability to compete in the marketplace while providing shared value through financial advice and guidance.

Positioning ourselves to act upon the environmental risks and opportunities we have deemed most significant to our business requires a thoughtful, deliberate approach. These collective efforts follow four general objectives:

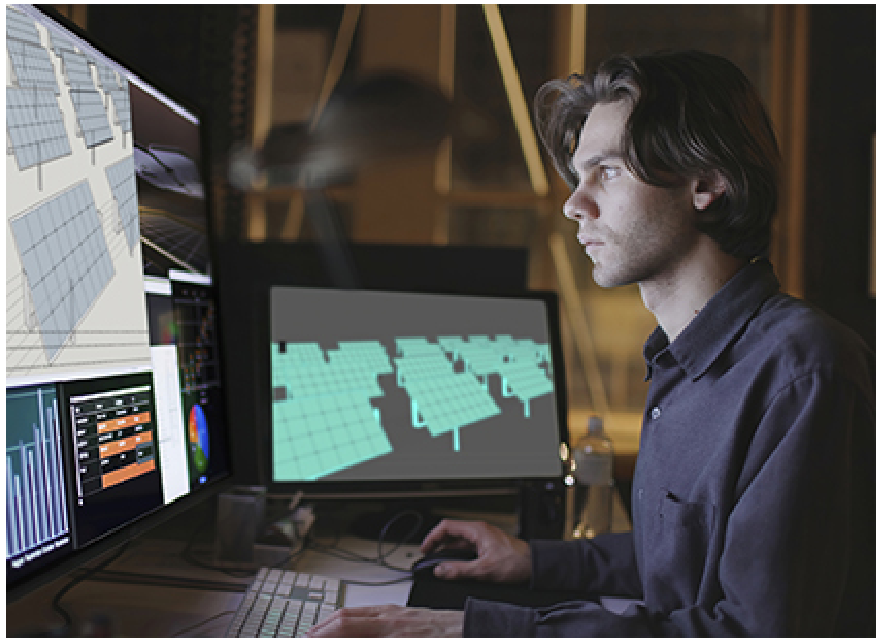
STRATEGICALLY SUPPORTING OUR CUSTOMERS' AND CLIENTS' TRANSITION TO A LOWER-CARBON ECONOMY

- Developing and enabling bankers who can advise our customers and clients while navigating within an uncertain economic and political environment
- Focusing upon the current and future business environment to provide relevant offerings and develop new products that meet or anticipate corresponding needs in the marketplace
- Aligning internal capabilities and expertise to assess opportunities and provide synergies and prioritization
- Continuing efforts to monitor demand for sustainable finance activities

INTEGRATING THE IDENTIFICATION OF CLIMATE-RELATED RISKS INTO OUR RISK FRAMEWORK

- Continued integration of climate risk drivers into our existing Risk Management Framework to account for their unique nature and facilitate enhanced focus and awareness
- Enhancements to risk processes that measure and monitor climate risks, such as scenario analysis and portfolio quantitative analysis
- Adoption of credit policy enhancements to strengthen environmental risk management in both underwriting and monitoring of individual obligors in higher-risk industries and in portfolio monitoring
- Enhancements to our use of data in supporting improved insights on potential physical or transition risk considerations that could affect our customers and partners
- Continuous improvement of obligor-level climate risk assessment
- Further advancement of our ESRM efforts to prioritize and effectively execute climate-related initiatives

LEVERAGING OPPORTUNITIES TO IMPROVE CLIMATE-RELATED GOVERNANCE



- Enhancements to credit policy that incorporate improved diligence in underwriting and monitoring of higher-risk industries as well as portfolio-level reporting
- Enhancements to ESG portfolio analysis capabilities, including addition of an ESG Credit Portfolio Manager
- Expansion of geospatial analysis to enrich physical risk assessment, including our credit portfolio and operational facilities
- Ongoing industry research on transition and climate risk implications
- Establishment of a cross-functional project operating model to pursue portfolio and sub-sector measurement of Scope 3 financed emissions
- Ongoing engagement of a third party to verify and assure our GHG measurements across Scope 1, Scope 2, and categories of Scope 3

REDUCING OUR OPERATIONAL FOOTPRINT

- Continued emphasis upon reducing GHG emissions and energy use, including the establishment of targets that promote accountability and effective implementation of strategies to achieve those targets in a timely manner
- Implementation of new and innovative energy-efficient approaches within our existing and new facilities
- Increases in branch and office efficiencies that reduce energy usage

Core Elements of Recommended Climate-Related Financial Disclosures

GOVERNANCE
The organization's governance around climate-related risks and opportunities.

STRATEGY
The actual and potential impacts of climate-related risks and opportunities on the organization's businesses, strategy, and financial planning.

RISK MANAGEMENT
The processes used by the organization to identify, assess, and manage climate-related risks.

METRICS AND TARGETS
The metrics and targets used to assess and manage relevant climate-related risks and opportunities.

The FSB established the TCFD to develop guidance for climate-related disclosures that promote transparency and consistency in companies' external reporting processes. In June 2017, the TCFD developed a framework centered on four thematic recommendations for "disclosing clear, comparable and consistent information about the risks and opportunities presented by climate change."[1] These four areas — governance, strategy, risk management, and metrics and targets — were developed to help stakeholders understand how reporting organizations evaluate climate-related issues.

These themes provide a foundation for Regions to develop disclosures that facilitate informed stakeholder decision-making and advance further transparency of climate-related implications to Regions. They are also used to inform and guide the development of certain internal processes, such as executing insightful scenario analysis exercises and considering how to develop relevant metrics and targets. Furthermore, the TCFD framework continues to be widely recognized across domestic and international bodies as a foundational standard for developing various climate disclosure requirements, so our internal efforts are strongly informed by TCFD alignment.

We acknowledge the current challenges around data capture and lack of standardized methodologies to assess and measure climate change risk, as well as the uncertainty associated with longer time horizons as compared to other financial or non-financial risks. Notwithstanding these limitations, it is important to initiate the journey, using a combination of quantitative and qualitative approaches that allow us to have an initial understanding of climate change-related risks and opportunities and begin prioritization. The work shown in this report is a solid foundation to incorporate future improvements in data and methodologies and the evolution in reporting standards. We continue to monitor and consider availability of third-party data and customer data sources which can strengthen our use of quantitative approaches.

[1] The 2017 TCFD Recommendations are available here.

SUSTAINABILITY REPORTING AT REGIONS

> *The relevance of environmental sustainability to our business, operations, and stakeholders is not new to Regions; it has historically played a role in our enterprise-wide strategic planning process and how our Board and management envision the future trajectory of our Company.*

To promote transparency and accountability, Regions has voluntarily issued ESG-focused disclosures since 2017. The nature and scope of those disclosures has continued to evolve each year. We began working towards releasing a disclosure aligned with the TCFD Recommendations in 2020, when we included a TCFD-aligned section in our 2019 Annual Review & ESG Report. We published our inaugural TCFD Report in 2021. As with last year, we have opted to publish this 2022 TCFD Report in tandem with our 2022 ESG Report.

Regions maintains an ESG Resource Center as a centralized site for relevant ESG reports, data, and related documents for interested stakeholders. This includes our current and historical ESG-focused reports, such as our previous ESG and Corporate Sustainability Reports, responses to the CDP Climate Change Questionnaire, and disclosures aligning with SASB and GRI reporting frameworks. We also provide the letter of assurance for our GHG inventory management plan on the site once that process is completed.

2017	2018	2019	2020	2021	2022
Regions began issuing a Corporate Sustainability Report to provide stakeholders with information on key areas of interest, along with relevant prior-year metrics. As part of the report, Regions issued the first GRI-aligned disclosure to provide further ESG-related insight through the lens of a specific framework.	Following review by senior leadership, Regions released the first iteration of an Environmental Sustainability Statement to set out guiding sustainability principles. Alongside this release, Regions announced 2 environmental targets: to reduce Scope 1 and Scope 2 GHG emissions by **30%** and to reduce energy use by **30%,** each by 2023.	To further address areas of greatest stakeholder interest, Regions began issuing a SASB-aligned disclosure. Regions also became a member of Ceres' Company Network, enabling peer connections and maturation around environmental risk management.	Regions improved the accessibility to our broader ESG story by developing and launching a central ESG Resource Center, which includes a report archive as well as a page devoted to ESG-related metrics. We also took our first step towards TCFD reporting by including a TCFD-aligned section in our 2019 Annual Review & ESG Report.	Regions issued our first stand-alone TCFD Report, including the results of our first scenario analysis. We also achieved our goal to reduce Scope 1 and Scope 2 GHG emissions two years early. Alongside this announcement, we set a new Scope 1 and Scope 2 GHG emissions reduction goal, for 50% reduction by 2030. The data we used to report on our progress was also assured by a third party for the first time.	Regions surpassed our goal to reduce our energy use by 30%, a full year ahead of schedule. We also sought continuous improvement, particularly around data quality, by enhancing our scenario analysis exercise, obtaining third-party assurance of our GHG emissions inventory, and becoming a member of PCAF.

GOVERNANCE

BOARD OF DIRECTORS OVERSIGHT

As a steward of long-term enterprise value, the oversight provided by our Board is pivotal in understanding and managing how climate-related issues affect the Company's operations and business over time. The Board's oversight of these issues, as well as the risks and opportunities they present, is incorporated into its broader supervision of enterprise-wide areas.

FULL BOARD

Board of Directors

- Strategic Plan, including ESG-specific initiatives
- Annual budget, including ESG-related investments
- Capital planning, including ESG-related expenditures

BOARD COMMITTEES

NCG Committee

- ESG strategies, initiatives, policies, and practices
- Voluntary ESG disclosures
- Stakeholder engagement on ESG issues

Risk Committee

- ESG alignment within Enterprise Risk Appetite Statement, Risk Management Framework, and risk library
- ESRM program

CHR Committee

- Associate compensation and benefits
- Corporate culture
- Diversity, equity, & inclusion
- Talent management and succession planning

Audit Committee

- Functioning of Company's internal controls and disclosure
- Disclosure of material ESG matters

Technology Committee

- Company's culture and talent strategy related to technological and digital transformation
- Information technology and security

BOARD OF DIRECTORS. The full Board provides the foundation for the Company's management of climate-related risks and opportunities through oversight of the strategic plan, annual budget, and capital planning process. The Board considers and approves the environmental objectives proposed by management in the Company's strategic plan, and subsequently oversees management's implementation of those objectives. The Board also reviews and approves the Company's annual budget and capital plan to ensure the Company's resources are appropriately allocated to initiatives that the Company has deemed to hold strategic importance, including those with climate-related elements.

The Board believes that cognizance of current and emerging environmental risks and opportunities, and their impact on long-term value, are inextricably linked to proper Company oversight. For that reason, each Director self-evaluates their competency in environmental sustainability each year. Among our current Board membership, eight of our Directors have assessed their own competency in environmental sustainability practices as either "considerable" or "extensive."

These self-evaluations are discussed in more detail in Regions' 2023 Proxy Statement filed with the SEC on March 6, 2023.

Further responsibilities connected to environmental risk and opportunity oversight have been intentionally and thoughtfully delegated to the appropriate standing committees of the Board:

NCG COMMITTEE. Beyond traditional areas of governance, the Board's NCG Committee is formally charged in its Charter with overseeing the Company's environmental practices and reporting. This includes reviewing the Company's environmental strategy, initiatives, policies, and practices through multiple presentations throughout the year. The NCG Committee also receives regular updates from members of management regarding issues and events related to environmental governance. These presentations allow consideration of environmental issues, topics, and updates at every NCG Committee meeting.

RISK COMMITTEE. The oversight of matters related to environmental risk management, such as climate change risk, are expressly delegated to the Board's Risk Committee in its Charter. Environmental risk is a growing area of emphasis in articulating the Company's Enterprise Risk Appetite Statement, which the Risk Committee reviews and approves at least annually. Similarly, the Risk Committee reviews, approves and oversees the operation of an enterprise-wide risk management framework that integrates climate-related risks, including both transition and physical risk. More direct references to environment-related risks were integrated into our risk library and enterprise-wide risk tolerance for ongoing assessment; regular presentations from management allow the Risk Committee to provide this oversight effectively.

AUDIT COMMITTEE. The Board's Audit Committee considers climate-related issues through its oversight of our evolving financial disclosures on climate-related risks. These include our annual and quarterly financial reports as well as our earnings releases. Their oversight responsibilities also entail reviewing the effectiveness of internal controls we apply to these disclosures, such as reviews of our environmental reporting performed by our Internal Audit team.

TECHNOLOGY COMMITTEE. Since its formation in 2022, the Board's Technology Committee oversees the role of technology in executing the Company's business strategy, including operations, performance, innovation, management activities, and related communications. This function will continue to impact our environmental sustainability considerations and strategy going forward.

Members of management help enable effective Board-level ESG oversight by providing the Board and its committees with regular updates on our ESG-related initiatives. Some of the ESG topics covered in Board and committee presentations during 2022 included:

Environmental

- Regulatory developments around the disclosure of environmental risks
- Achievements through our ESRM Program
- Results from analysis of climate-related physical and transition risks
- Progress around our commitment to measure our portfolio-related GHG emissions

Social

- Associate health, wellbeing, and engagement
- Associate and executive compensation and benefits
- Information and cyber security, business resilience, and related assessments
- Creation of stronger and more effective teams through diversity, equity, & inclusion efforts
- Agility around connectivity, including digital/mobile banking
- Disclosure of our workforce demographics data

Governance

- Effectiveness of internal controls and critical accounting estimates
- Enterprise-wide approaches to identifying, measuring, mitigating, monitoring, and reporting ESG risks and opportunities
- Feedback received through engagement with shareholders and other stakeholders
- Board composition, including diverse representation, tenure, and refreshment
- Director independence determinations, including conflicts of interest

MANAGEMENT OVERSIGHT

Our sustainability commitments and initiatives are led at the management level and are furthered through the efforts of our entire associate population. Because we view ESG as a company-wide imperative, executing appropriate environmental risk governance is distributed across several members of senior leadership spanning multiple areas of focus, including our Chief Governance Officer, Chief Strategy Officer, Chief Risk Officer, and Head of Corporate Real Estate and Procurement. We believe this intentional allocation of responsibilities enables efficacy through the application of subject-specific expertise.

MANAGEMENT-LEVEL COMMITTEES

Executive Leadership Team

- Evaluates ESG considerations within strategic planning
- Oversees ESG Leadership Council
- Consists of senior management

ESG Leadership Council

- Maintains aggregated view of ESG-related risks and opportunities, leveraging internal and external inputs
- Provides guidance and direction on internal initiatives

Disclosure Review Committee

- Reviews ESG-related disclosures in SEC reporting
- Provides feedback on voluntary ESG disclosures

Risk Governance Committees

- Monitor ESG-related updates to risk library
- Review ESG-related metrics' performance to assess adherence to risk tolerance
- Supervise enterprise risk assessments incorporating ESG risks

Examples of recurring oversight activities conducted by these management-level committees include:

- Review of updates to the risk library to account for climate risk, including risk additions and modifications to existing risks
- Review of metric performance against target levels to assess adherence to risk tolerance and pursuit of strategic goals
- Review of risk assessments, such as enterprise risk assessments that encompass the entire risk library for each defined risk type
- Review and prioritization of ESG strategic initiatives, including progress updates and outcome review to inform materiality considerations and ongoing resource allocation
- Review of alignment of business strategy with desired risk appetite as both strategy and appetite evolve to account for material risks, including climate risks

Management-level committees are an integral part of our risk governance framework and serve a valuable purpose in ensuring appropriate governance of Company activities.

These risk governance committees at the management level and underlying cross-functional collaboration are often necessary to oversee a specific business function, risk, or other matter, with the responsibility to evaluate, manage, and direct action on that matter. Management oversight over climate risks is performed through a comprehensive set of established management and risk oversight committees throughout the Company. Oversight activities were strengthened in the year due to the enhanced visibility and increased reporting of ESG risks throughout governance.

RISK MANAGEMENT

RISK FRAMEWORK

Regions recognizes the significance of climate-related, environmental and social risks and opportunities to our businesses, customers, associates, the communities we serve, and the financial industry at large.

Our Risk Management Framework is designed to promote environmentally sustainable and socially responsible business practices. As environmental and social risks continue to evolve, we continue to see that our Risk Management Framework properly captures and addresses these risks in line with our broader strategic goals. Environmental and social risks are embedded throughout our Risk Inventory and are managed in accordance with our existing enterprise-wide framework of risk management tools and programs. The identification of existing and emerging environmental and social risks continues to shape our Risk Inventory and Risk Management Framework. For example, we have incorporated climate-related physical and transition risks into our risk library, as drivers of credit and operational risks; and ESG risk as a driver of strategic and reputational risks.

Identification and Awareness

At Regions, we are committed to maintaining a culture of risk ownership and awareness that is evidenced by the values, attitudes and behaviors of our associates. Our Risk Management Framework establishes that every associate is a risk manager responsible for the identification and management of risks through day-to-day responsibilities. Our Code of Business Conduct and Ethics also reinforces this culture on individual accountability.

Risk identification is an ongoing process that spans from a granular, transactional view to a wider view of large threats to the entire Company. Programs and tools such as scenario analysis, risk assessments, and metrics are implemented to effectively identify risks, including early warning indicators that monitor external developments and key risk indicators that track our internal exposure. Our Risk Management function maintains an enterprise risk library to capture and classify risks at various levels that relate to our eight key risk types — **compliance, credit, legal, liquidity, market, operational, reputational, and strategic** —which are expected to be impacted by climate change on an ongoing basis. We leverage this existing library for the identification of climate-related risks. Several risks in our risk library are classified as climate risks, which are further classified as physical risks or transition risks:

Physical Risks

Risks associated with the physical effects of climate change. Physical risks may be acute impacts (extreme weather events) or chronic impacts (gradual changes).

Examples include:

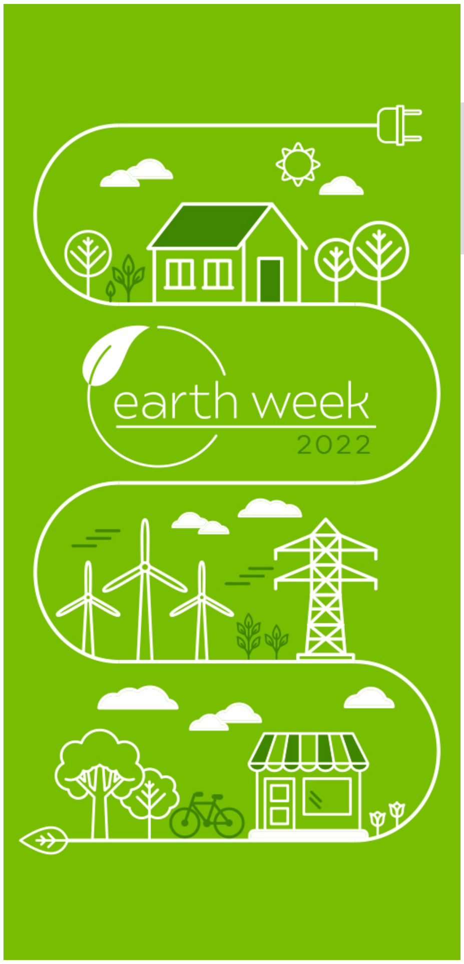
- Extreme heat and drought
- Hurricanes
- Wildfire
- Sea level rise

Transition Risks

Risks associated with the transition to a lower-carbon economy, and entail extensive policy, legal, technology and market changes to address mitigation and adaptation requirements related to climate change.

Examples include:

- Policy and regulation
- Technology development
- Consumer preferences



The following serve as a few examples of our commitment to effective management of environmental and social risks:

- Regions puts strong focus on risk management practices and controls related to consumer protection, fair and responsible banking, human capital management, sales practices, financial crimes, use of AI models, data privacy and protection, and cyber security.
- A dedicated risk industry team, the ENRG, underwrites exposure to energy and natural resources clients using risk mitigants such as expanded underwriting requirements and focused monitoring.
- A specialized Credit Portfolio Management team with a fully dedicated ESG credit portfolio manager serves as a second-line-of-defense function in Risk Management assessing both systemic macroeconomic and idiosyncratic risk factors as well as other early warning indicators. This team has also established and oversees a robust, enterprise-wide concentration limit and risk measurement framework that measures and monitors Bank performance on a monthly basis.
- A dedicated industry team, the NRRE department in Wealth Management, is responsible for the prudent and sustainable management of natural resource assets such as timberland that we hold in a fiduciary capacity and/or are owned by our customers.

Assessment and Measurement

Risk assessments are an essential tool to identify material risks and measure adherence to risk appetite. Risk assessments are completed for risks within the risk library, including climate risks, at various levels of granularity and depth, including aggregate, top-down risk assessments and targeted, bottom-up risk assessments such as those performed for various businesses, products, and suppliers. Risk assessments are routinely reviewed by committees to monitor risk performance.

We continue to develop our approach to measuring climate-related risks. We have developed tools and processes to internally review our loan portfolios to discern the industries and segments that are vulnerable to climate-related risks and those that will benefit during the evolution to a lower-carbon economy and have enhanced our credit policies to include those considerations. Loan portfolio analysis is described in further detail in the Strategy section of this disclosure.

Regions is developing new approaches to quantitatively measure climate risks in the loan portfolios, including enhancing our client-level borrower assessment to embed additional environmental factors into underwriting and monitoring for high environmental or transition risk obligors. Other risk management exercises, such as scenario analysis (described in more detail in the Strategy section), are being utilized to evaluate the potential impacts to Regions of transition and physical risks

THREE LINES OF DEFENSE

Oversight of climate risks is integrated into our defined roles and responsibilities process, including designations within each of the three lines of defense.

1

FIRST LINE OF DEFENSE

Business group

RESPONSIBILITIES

- Works with Strategic Planning and Risk Management on desired customer profile.
- Engages in transactions with clients and is responsible for the identification and ownership of all risks, including those related to climate change.
- Monitors risk performance in conjunction with partners from Risk Management, and reports on an as-needed basis on topics such as environmental risk to applicable Business Risk Committees with participation across the lines of defense.
- Identifies and manages climate change-related opportunities.

2

SECOND LINE OF DEFENSE

Risk Management

RESPONSIBILITIES

- Creates policies and guidance as part of aggregate oversight of risk (e.g., environmental risk).
- Monitors performance against limits and engages with Business Group when action should be taken to lessen or mitigate an exposure.
- Reports on material environmental risks and issues (e.g., policy exceptions and limit breaches) to aggregate risk oversight committees chaired by Risk Management leadership.

3

THIRD LINE OF DEFENSE

Internal Audit

RESPONSIBILITIES

- Independently reviews adherence to policies and risk limits by the first line of defense and the quality pf risk oversight from the second line of defense.
- Issues audit findings when deficiencies are identifies to ensure corrective actions are taken.

RISK MITIGATION STRATEGIES

RISK APPETITE. Climate change risk tolerance is a key focus for leadership, and each annual refresh of our Enterprise Risk Appetite Statement will provide opportunities for greater internal clarity into this important topic, which will provide for further development of climate risk mitigation through related risk policies, programs, tools, and governance. Our risk appetite statement affirms our commitment to climate change risk management while also creating shared value with our customers, associates, shareholders, communities, regulators and suppliers.

CREDIT POLICY. Our credit policy identifies industries, products and transaction types that present increased risk, including environmental risks, which we address to appropriately manage according to our risk appetite. The Risk Committee of the Board reviews and approves our credit policy on an annual basis. Each section of the credit policy is reviewed according to a schedule approved annually by the Financial Risk Executive. Our credit policy is expected to evolve over time as our research continues and our climate risk appetite and desired client profile matures alongside our strategy. For example, we have strengthened our credit policy regarding the identification, assessment, and reporting of environmental and climate transition risks and risk concentrations in the business services portfolio.

CREDIT PORTFOLIO MANAGEMENT. Regions' Credit Portfolio Management team continues to develop new analytical capabilities to integrate environmental considerations within its existing risk processes. Further information and examples of these capabilities are provided in greater detail in the Strategy section.

GEOSPATIAL ANALYSIS. Regions' Spatial Intelligence team leverages geospatial analytics to help the bank understand the impact of climate change to our company and our customers under different scenarios. We have focused upon improving technology to assess damage and potential exposures to our credit portfolio from weather events. As our methodology for evaluating the impact of physical risks has continued to evolve and improve we made several enhancements to the overall approach over the past year. This has been especially important in the analysis of sea level rise and its impact on Regions and our borrowers' locations. Following our initial analysis of sea level rise across various hypothetical scenarios, we identified the need to understand the depth of actual inundation at each of our sea level rise scenario levels at a more precise level. We engaged our location technology vendor to help us build a new process that would utilize the high resolution raster-based sea level rise surface data developed by the National Oceanic and Atmospheric Administration instead of the previously used vector-based datasets. Working with our location technology vendor, we built out the new process and deployed the results within a web dashboard allowing users to navigate through impact to the various points of interest to Regions. This capability includes the ability for a user to evaluate any depth between 1 and 10 feet of sea level rise. Other improvements include usage of the NRI data from FEMA in order to evaluate points of interest against other physical risks such as tropical weather, tornado, wildfire, earthquake, drought, coastal flooding, non-coastal flooding and winter weather.

PUBLIC POLICY. Our Government Affairs team is engaged with policymakers, peer banks and industry trade associations to ensure potential policy changes are vetted and tailored to the needs of the industry and our clients, where appropriate.

BUSINESS CONTINUITY. Climate change could impact Regions' facilities, operations, and associates through more frequent and severe weather events. We are particularly exposed to hurricanes given our predominant footprint in the southeastern United States. Our Business Resilience Program provides for the continuation of essential business operations in the event of a disruption or threat of a disruption due to natural, technological, man-made, or pandemic events, including climate-related natural disasters. Key planning is required for loss of facility, loss of personnel, loss of technology, and loss of critical third-parties. In addition to our Business Resilience Program, we operate a multi-department Weather Response Program that includes detailed weather monitoring and, when a major weather event impacts our footprint, a coordinated onsite Disaster Response + Disaster Recovery effort. The Disaster Response + Recovery phase focuses on the timely post-storm assessment of damages to our facilities and subsequently executing required repairs and cleanup in order to allow resumption of banking services at these facilities to support our customers after a major weather event has occurred.

STRATEGY

INTRODUCTION

Regions maintains a set of enterprise-wide, integrated processes to ensure that the development of our strategic priorities and strategic plans are appropriately informed by the key risks and the Company's risk appetite

The actual and potential impacts of climate-related risks and opportunities are considered within these existing processes to inform the Company's businesses, strategy, and financial planning. Regions recognizes the important role that financial institutions play in the transition to a lower-carbon, sustainable economy. The Company supports this evolution through engaging with our clients and supporting their needs in this transition, pursuing new sustainable finance opportunities, actively minimizing our operational footprint on the environment, and proactively identifying and mitigating climate risks in our Company.

Climate change risk assessment is an emerging field and there is significant uncertainty around its quantification, with evolving data and methodologies. For Regions, we prioritized laying out the foundational work for the identification of risks and opportunities related to climate change, with the goal of identifying significant areas that require additional monitoring and where additional efforts can be deployed in the near future as climate change methodologies and data mature. We continue to evaluate third-party data sets and potential vendors and partnerships with the objective of strengthening our data-driven approaches. For example, this can be seen by our joining PCAF to take advantage of the consortium's data and methodologies for the measurement of financed emissions; or by the onboarding in 2022 of new third-party data sets to support our assessment of physical and transition risks.

This Strategy section demonstrates how we are identifying and considering climate-related risks and opportunities to inform our broad strategic development.

This strategy section demonstrates how we are identifying and considering climate-related risks and opportunities to inform our broad strategic development.

Strategic Planning at Regions

REGIONS' CORPORATE STRATEGY IS DRIVEN BY OUR MISSION:

Achieve superior economic value for our shareholders over time by making life better for our customers, associates and communities and creating shared value as we help them meet their financial goals and aspirations

As the development for the strategic plan occurs across the company, Regions incorporates strategic pillars from the enterprise-level down to the business group level plans to ensure alignment and synergies going forward. For the creation of our most recent strategic plan, ESG was highlighted in several places to support our core competencies. This process included integrating ESG templates to the business group and support function level to promote the development of ESG strategies, including documentation of ESG successes, plans that are underway, considerations of identified risks and opportunities, and longer-term evaluation about how ESG strategies will impact delivering products and services to our customers.

This ensures that our strategic planning incorporates ESG initiatives, including climate-related risks and opportunities. The ESG elements of the strategic plan were vetted and shared through the ESG Leadership Council during the planning process and following approval by the Board of Directors. We continue to monitor progress against those plans.

SCENARIO ANALYSIS FRAMEWORK

As an existing risk management practice, Regions utilizes scenario analysis, which is a systematic process to explore the uncertainty inherent in various risks and to evaluate the potential impacts.

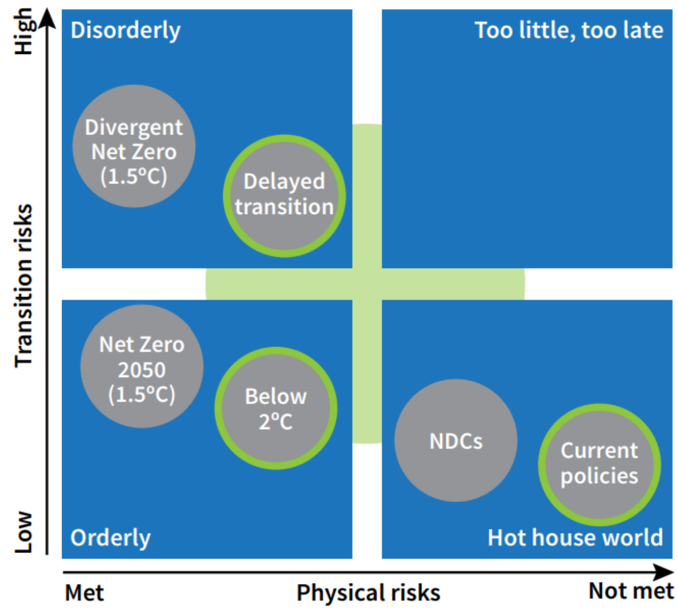
Considering the uncertainty and the longer time horizons associated with climate-related risks, we have leveraged scenario analysis to frame our climate change risk assessments and have incorporated this as a recurring exercise within our scenario analysis program. Applying a set of hypothetical climate scenarios that depict different potential future states, Regions assessed the possible impacts to the Company over different time horizons. Regions selected three climate scenarios from the NGFS that depicted different transition paths representing various policy actions and timeframes. These scenarios are consistent with the NGFS scenarios selected by Regions in the previous year. As shown in the chart, the scenarios are constructed upon varying transition pathways (the pace and timing of implemented policies) and the level of achieved desired climate policies.

These hypothetical scenarios do not represent Regions' expectations but have been constructed by NGFS to assist in the evaluation of potential impacts across a broad range of low risk and high risk hypothetical outcomes.

THESE SCENARIOS INCLUDED:

SCENARIO TYPE	SCENARIO NAME	DESCRIPTION
Orderly	Below 2°C	Gradually increases the stringency of climate policies, giving a 67% chance of limiting global warming to below 2°C.
Disorderly	Delayed Transition	Assumes annual emissions do not decrease until 2030. Strong policies are needed to limited warming to below 2°C. CO2 removal is limited.
Hot House World	Current Policies	Assumes that only currently implemented policies are preserved, leading to high physical risks.

NGFS Scenarios Framework



Positioning of scenarios is approximate, based on an assessment of physical and transition risks out to 2100.

ASSESSMENT OF CLIMATE RISKS

IMPACT OF TRANSITION RISKS ON OUR COMMERCIAL & INDUSTRIAL PORTFOLIOS. As part of the analysis of transition risks in our portfolio, Regions continues to expand its capabilities and techniques to provide additional insights. In conjunction with the selected NGFS scenarios, Regions leverages an internal, qualitative assessment of transition risk at the NAICS code level to develop portfolio, sector, and industry views of hypothetical incremental expected loss under both the **"Below 2°C"** and **"Delayed Transition"** scenarios, assuming a portfolio composition similar to that of the present state. This internal NAICS assessment is refreshed on a regular basis.

Regions also considers additional layers of non-climate related credit risk at the obligor level as factors which could augment climate-related stresses. These non-climate risk layers include, but are not limited to, negative or vulnerable industry outlooks, enterprise value reliance, policy exceptions, and risk rating considerations.

As a general proposition, we have found that as risk layers accumulate, probabilities of default rise even in the absence of climate stress. Consequently, our scenario analysis process contemplates that as climate transition stresses manifest, risk layer accumulation could incrementally impact those stresses. We believe that the inclusion of these stressors in our climate scenarios provides nuanced differentiation in the hypothetical impacts of transition risk in the portfolio and provides value to management in their consideration of these risks.

Regions also conducted a deep-dive analysis of the Commercial & Industrial loan portfolio focusing on the NAICS codes assessed to be most sensitive to climate transition risk. This work included, but was not limited to, a review of traditional credit metrics, concentrations, risk migration data, available peer data, geographical views, charge-offs, and insights by loan type and vintage. The results of scenario analysis and the Commercial & Industrial transition risk deep dive are shared with management to help inform relevant risk management strategies.

SUMMARY FINDINGS

- We focused on the hypothetical Disorderly scenario designated as "Delayed Transition" by the NGFS, since that type of scenario would be most relevant for the assessment of transition risks in our Commercial and Industrial portfolio.
- The three sectors most exposed to a "Delayed Transition" scenario are Energy, Transportation & Warehousing, and Manufacturing, which cumulatively represent 23.6% of the Commercial & Industrial loan commitments and 21.6% of outstanding Commercial & Industrial balances, as of December 31, 2022. Under such a hypothetical scenario, we would expect significant negative rating migration in those portfolios, though not necessarily contemporaneously or in a uniform manner across sectors.
- For the rest of the sectors in the Commercial & Industrial portfolio, we would expect moderate to no impact should there be an acceleration in the transition to a lower-carbon economy.
- Overall, we qualitatively assess the sensitivity of our Commercial & Industrial portfolio to transition risk as moderate in the medium term, if events occurred in a manner similar to the "Delayed Transition" scenario.

TAKEAWAYS AND NEXT STEPS

- Continue engaging with our customers and supporting them in the transition to a lower-carbon economy.
- Continue to perform enhanced due diligence at the obligor level, with initial focus on the industries identified as most vulnerable to transition risks.
- Focus on the identification of additional opportunities in the transition to a lower-carbon economy to support our customers, enhance our position in eventual "Delayed Transition" and "Below 2°C" scenarios, and deploy capital and liquidity into profitable growth.
- Continue enhancing data capture and methodologies to quantify the impact of transition risks in probability of default and loss given default factors and continue expanding the use of evolving new data sets in the industry.

COMMERCIAL & INDUSTRIAL PORTFOLIO AND SENSITIVITY TO CLIMATE CHANGE TRANSITION RISK

(December 31, 2022)

Commercial 7 Industrial Sectors*	Outstanding Loan Balances ($ bn)	Outstanding Loan Balances (%)	Total Commitments ($)	Total Commitments (%)	Sensitivity to Transition Risk (**)
Administrative, support, waste and repair	$ 1.5	3.2 %	$ 2.5	2.9 %	
Agriculture	0.3	0.6 %	0.6	0.7 %	
Educational services	3.3	7.0 %	4.3	5.1 %	
Energy	1.6	3.4 %	4.7	5.5 %	
Financial services	6.9	14.6 %	14.6	17.2 %	
Governmental and public sector	3.2	6.8 %	3.7	4.4 %	
Healthcare	3.7	7.8 %	6.0	7.1 %	
Information	2.8	5.9 %	4.2	4.9 %	
Manufacturing	5.3	11.2 %	10.3	12.1 %	
Professional, scientific and technical services	2.6	5.5 %	4.2	4.9 %	
Religious, leisure, personal and non-profit services	1.6	3.4 %	2.3	2.7 %	
Restaurant, accommodation and lodging	1.4	3.0 %	1.7	2.0 %	
Retail trade	2.5	5.3 %	4.8	5.6 %	
Transportation and warehousing	3.3	7.0 %	5.1	6.0 %	
Utilities	2.5	5.3 %	5.3	6.2 %	
Wholesale goods	4.4	9.3 %	8.3	9.8 %	
Other	0.3	0.6 %	2.5	2.9 %	
Total Commercial & Industrial Portfolio* **	**$ 47.2**	**100 %**	**$ 85.0**	**100 %**	

(*)Commercial & Industrial portfolio sectors, excluding Real Estate which includes Real Estate Investment Trusts (which are unsecured Commercial and Industrial products and real estate-related)

(**)Sensitivity to transition risk in terms of likelihood of negative rating migration in a disorderly transition scenario to a lower carbon economy.

(***)Total amounts reported may not sum due to rounding.

Sensitivity to Transition Risk in Disorderly Scenario Legend

- No expected impact
- Moderate sensitivity
- Sensitivity significant enough to cause negative rating migration in more than 25% of the subportfolio

IMPACT OF PHYSICAL RISKS ON OUR BUSINESS.

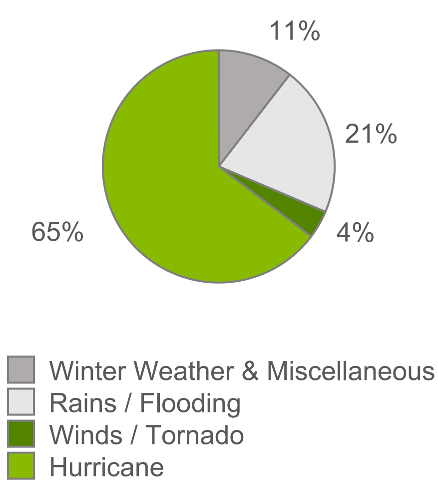
SUMMARY FINDINGS

- Business resilience processes are effective.
- Weather-related operational losses averaged $3.6 million per year between 2013-2022, with approximately 65% of those losses being hurricane related.
- Acute and chronic physical risks could increase under the "Current Policies" scenario (in the long term).
- Regions developed a geospatial data and analytics tool to monitor sea level rise and other natural hazard impacts in the long term under different scenarios, including potentially affected branches and other corporate facilities.
  - Utilizing a two foot sea level rise projection, Regions determined that only one banking office would potentially be impacted, with no impact to critical facilities.
  - The risk of critical facilities subject to sea level rise exposure does not suggest material business continuity concerns in the medium term.
  - Regions enhanced its geospatial data and analytics tool to incorporate the use of FEMA's NRI data to evaluate assets across eighteen natural hazards.

TAKEAWAYS AND NEXT STEPS

- Continue investment in technology and digitalization as risk mitigating factors.
- Continue to monitor and assess the community and lending impacts of branch location decisioning when integrating weather impacts into the decision models, as well as incorporating geospatial data and analytics enhancements and climate change elements into business resilience assessments.
- Continue monitoring the severity and frequency of weather events and climate-related physical risks in general.
- Continue monitoring weather events' impacts to insurance premiums.
- Consider incorporating risk assessments into the mergers and acquisitions process for evaluating the potential climate-related impacts to Regions based upon a new geographic footprint as applicable.

WEATHER RELATED NET OPERATIONAL LOSSES 2013-2022



IMPACT OF PHYSICAL RISKS ON OUR REAL ESTATE PORTFOLIOS. In assessing physical risk to our real estate portfolios, we primarily focused on the "Current Policies" scenario designated by the NGFS and applied a hypothetical sea level rise of two feet occurring by approximately 2050. The "Current Policies" scenario assumes that only currently-implemented policies are preserved, leading to a failure to address climate change. In this scenario, we examined the potential impacts (from minor to significant) to the consumer and commercial real estate portfolios, using the current composition of those portfolios as a baseline and projecting sea level rise using our in-house geospatial analysis capabilities. We also examined potential impacts in a similar manner with the "Delayed Transition" and "Below 2°C" scenarios.

Sea Level Rise Scenario Impact on Real Estate Portfolios

Scenario Depth	Consumer Portfolio (% Outstanding)	Business Portfolio (% Outstanding)
3ft	0.84 %	0.65 %
2ft	0.24 %	0.02 %
1ft	0.03 %	0.01 %

SUMMARY FINDINGS

- According to our analysis, hypothetical sea level rise of two feet would impact less than 1% of either our consumer or commercial real estate portfolios.
- Subject to material inherent uncertainty, associated chronic physical risks could start manifesting well beyond the tail end of our long-term horizon (2050).
- Similarly, the "Delayed Transition" and "Below 2°C" scenarios would not be expected to have a material impact on the physical risks related to the real estate portfolios, as the physical risk implications are less severe in those scenarios than in the "Current Policies" scenario.
- Overall, we qualitatively assess the sensitivity of our consumer and commercial real estate portfolios to physical risks as low in the short, medium, and long terms. This assessment is subject to change as our analysis capabilities continue to develop, the composition of our real estate portfolios changes, and climate science progresses.

TAKEAWAYS AND NEXT STEPS

- Continue supporting our customers in their transition to a lower-carbon economy.
- Explore emerging risk models to assess the impact of climate change risk on probability of default and loss given default factors in the real estate portfolios for both acute and chronic risks.
- Continue monitoring the severity and frequency of weather events.
- Continue enhancements to geospatial data and analytics, including layering additional weather-related factors such as hurricane, drought, flood, and tornado risks to analysis of our various real estate locations.
- Monitor mortgage insurance premiums and availability.
- Explore mitigation strategies.

CLIMATE OPPORTUNITIES

In addition to the risks identified that may potentially impact the Company, Regions actively works to identify climate-related opportunities. This includes supporting our customers by providing sustainable investing or financing offerings related to their transition to a sustainable future. We have seen growth in our sustainable lending areas over the past few years and have developed a Sustainable Finance definition and measurement methodology, which we have piloted. Our definition of Sustainable Finance relies first and foremost on meeting customer demands. We continue to support business and investment decisions for the long-lasting benefit of customers/clients, employees, shareholders, and communities, while creating positive, differentiated economic value. For Sustainable Finance, this can come in the form of supporting the environment and climate transition and supporting community development and inclusive growth.

Over
$493 million
in tailored financings by Regions ENRG in 2022

Tailored Financing

As a financial institution, we understand our role in the transition to a lower-carbon economy. For that reason, we provide sustainable lending and investment products and services that can benefit our customers and our climate, and we expect our work in this area to grow in the future. As part of our strategic focus, we continue to support the development of climate and transition finance competency for our bankers to ensure we can support and enable our customers through their growing and dynamic needs.

Regions directly supports the development and implementation of clean energy solutions through multiple avenues, including our Solar Tax Equity Finance Team, the ENRG, and solar and energy efficiency lending through EnerBank.

SOLAR TAX EQUITY FINANCE TEAM. The Regions Solar Tax Equity Finance Team provides lease financing for utility scale and commercial PV solar projects across the U.S. Since completing its first transaction in 2016, the team has funded 83 different projects, in excess of $1.78 billion. In 2022, the Solar Tax Equity Finance Team provided $224.8 million in funding for PV solar projects located across the country. The aggregate capacity of the projects in the portfolio exceeds 1,229 Megawatts dc which in 2022 generated 1,536 Gigawatt hours.

ENERGY & NATURAL RESOURCES GROUP. ENRG specializes in customized financing products and services for solar/renewable energy products. In 2022, ENRG committed or closed over $493 million in tailored financings, including:

- $187.5 million of sustainability-linked corporate financings
- $48.5 million in solar project financings
- $257 million in corporate credit facilities for companies specializing in renewable energy and resources

ENRG also served as a co-manager in $1.8 billion senior notes offerings supporting clean water/wastewater infrastructure and sustainability initiatives.

ENERBANK. Regions' acquisition of EnerBank in October 2021 created a significant opportunity to capture additional solar and energy efficient home improvement financing options for homeowners nationwide. Utilizing industry leading point-of-sale capabilities, EnerBank financed over $1.4 billion in energy efficient consumer home improvement projects in 2022. Projects ranged from high-efficiency HVAC systems, solar panel installations, and new window and door installations that provide homeowners improved efficiencies.

Tailored Asset Management

Regions also provides opportunities to serve our sustainability-minded clients through various asset management products and services, including those offered by Regions' Asset Management, or RAM, business group and the NRRE Group.

RAM provides individuals and institutions with products and services that help them manage and grow their assets. The team is working to meet growing investor demands for ESG investing and helping Regions expand the solutions we can offer to grow relationships and meet client needs.

RAM developed a firm-wide responsible investing philosophy in late 2020. The list of funds available for client investment that the team classifies as "Impact," "Sustainable," or "Responsible," which are actively managed/recommended by the Multi-Asset Solutions group, continues to grow. At year-end 2022, the number of funds stood at 54, with $2.9 billion in assets under management; prior to the implementation of the firm-wide philosophy, only 4 funds were classified as such. The Multi-Asset Solutions group also launched a sustainable model in February of 2021, populated by third-party mutual funds and ETFs; that model had $10.3 million in assets as of year-end 2022. The team's efforts over recent years highlights Regions' commitment to providing ESG-related, socially responsible, and impact-focused investment opportunities as well as growing customer interest in these product sets.

The NRRE Group consists of 40 natural resource professionals who are charged with the responsibility of prudently managing hard assets owned by our banking and trust clients. Fifteen of these professionals are foresters responsible for the sustainable management of our clients' timberland located across Regions' footprint. Regions manages every acre of timberland in accordance with State Best Management Practices for Forestry. Regions' forestry management efforts and State Best Management Practices are implemented in efforts to improve water quality, carbon sequestration and wildlife habitat.

In addition to management standards, a portion of the timberland acres managed by Regions' foresters are certified under the Sustainable Forestry Initiative 2022 Forestry Management Standard or the American Tree Farm 2021 Standard of Sustainability Certification Standard. Both third-party certification systems promote sustainable forestry practices aimed at protecting water quality, biodiversity, wildlife habitat, species at risk, and forests with exceptional conservation value.

Regions' foresters take pride in and are committed to the sustainable forestry management of our clients' timberland assets. Beginning in 2022, the NRRE Group coordinated the planting of approximately 6 million trees that was completed in early 2023. This great achievement highlights how our teams and associates across the bank are contributing to Regions' commitment to operate in environmentally sound ways that make life better for all.

METRICS AND TARGETS

INTRODUCTION

The development of Regions' environmental strategy relies on the identification of risks and opportunities to drive strategic initiatives. This strategy considers all three scopes of GHG emissions, as defined by the EPA.

SCOPE 1 EMISSIONS	SCOPE 2 EMISSIONS	SCOPE 3 EMISSIONS
Direct GHG emissions that occur from sources that we control or own	Indirect GHG emissions associated with our purchase of electricity, steam, heat, or cooling	Indirect GHG emissions resulting from activities of assets not owned or controlled by our company across our value chain

Successful execution of this environmental strategy is measured through achievement of defined emissions metrics and targets. At this stage in our journey, we have historically been focused upon measuring emissions within our operational footprint that are generally categorized as Scope 1 and Scope 2 emissions. An important benefit of measuring our emissions is the ability to develop targets and manage our performance against these targets.

Understanding the existing level of exposure to climate change risk carried by our lending portfolio is an integral step toward sustainable capital allocation, and Regions has initiated the process to develop new methodologies for measuring and evaluating our Scope 3 portfolio and sector-specific emissions.

Capturing these metrics deepens our understanding of our impact, via both risks and opportunities, while simultaneously enabling us to develop ambitious but practicable sustainability goals for operational emissions that we can share with the public. By continuing to gather the data and monitor trends, we can deepen our own internal risk management and strategic efforts.

OUR OPERATIONAL FOOTPRINT: Scope 1 & Scope 2 Emissions and Energy Use

We are committed to operating our business responsibly, understanding that doing so will help us create long-term, sustainable value for our stakeholders. This commitment, and how we plan to act on it, is articulated in our Environmental Sustainability Statement, which was initially approved by management in 2018 and is now overseen by the Board's NCG Committee. The Statement contains a number of pledges that, as this report demonstrates, we have since made considerable progress to effectuate. Importantly, the Statement also established our first two environmental goals using a 2015 baseline. Both goals have since served as key operational targets for our organization. We are pleased with the progress we have made since that time.

ENERGY USE. We successfully achieved our 2023 reduction target for energy use in 2021. To ensure that ongoing improvements continue and further reduction is sustained, Management will develop additional targets to monitor performance after 2023.

GREENHOUSE GAS EMISSIONS. We also established our first GHG emissions reduction goal in 2018, seeking to reduce our Scope 1 and Scope 2 emissions by 2023. Having accomplished this goal ahead of schedule, we announced a new Scope 1 and Scope 2 GHG emissions reduction goal in our 2020 TCFD Report, and we continue to work on achieving that goal.

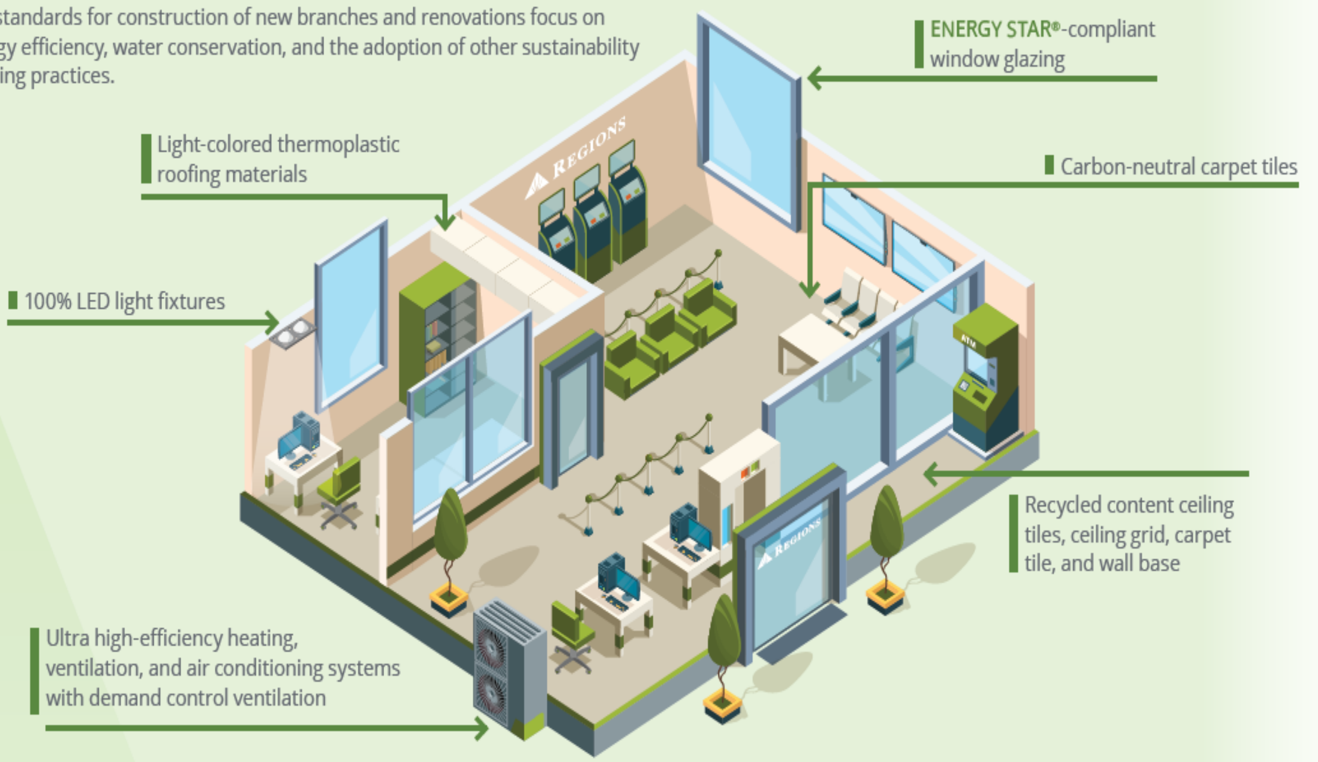
Goals and Commitments

Target Area	Scope	Unit of Measurement	Reduction Target	Year-End 2022 Reduction vs. Baseline	Status
Gross Scope 1 and Scope 2 GHGs (*Location-Based*)	Real estate where Regions is responsible for paying utilities and maintains operational control	Metric tons CO2e	50% by 2030 (*against a 2019 baseline*)	36%	**On Track**

To achieve our progress, we continued our execution of many existing initiatives, including:	
• Energy-efficient LED lighting and automatic controls	• Education and awareness for continuous improvement of control processes
• HVAC and mechanical efficiency upgrades and improvements	• Real estate portfolio optimization
• Building intelligence and remote controls	• Renewable energy procurement
• High-performance building envelope upgrades	• Implementation of automated smart panels to control branch utilities continues to contribute to decreases in energy usage.

BUILDING CONSTRUCTION

Our standards for construction of new branches and renovations focus on energy efficiency, water conservation, and the adoption of other sustainability building practices.



Our commitments also extend to disclosures around our value chain emissions. We are working towards reporting our emissions in additional Scope 3 categories, which includes financed emissions, in the future. These efforts will help us in our endeavors to mitigate our exposure to environmental risk and support the commitment we have made by joining PCAF.

2022 Operational Metrics

At the end of 2022, Regions operated **1,286** banking offices and **2,039** ATMs, primarily spread across the South, the Midwest, and Texas. Since developing our Environmental Sustainability Statement, we have seen our operational impact decline across our footprint; we have also looked increasingly toward investments in energy efficiency, technology, and other areas that maintain this downward trajectory in GHG emissions and energy use. Our assessment of performance in these areas, as well as analyzing related trends, utilizes the Greenhouse Gas Protocol's absolute methodology.

ENERGY

(as of December 31, 2022)	Units	2022	2021	2020	2019	2018
Energy Efficiency Investments	$	4.43	4.50	2.70	2.20	n/a
Building Energy Purchased from Grid	%	89%	90%	91%	91%	n/a
Total Energy Consumption*	MWh	166,777	170,935	190,225	206,056	225,454
> Electricity	MWh	140,505	153,812	174,076	186,622	204,073
> Natural Gas	MWh	16,853	15,992	15,117	19,434	21,381
> Other Combustion**	MWh	8,912	833	914	n/a	n/a
> Self-Generated Renewables	MWh	507	298	119	n/a	n/a
> Per 1,000 Square Feet	MWh	15.62	15.53	16.13	18.96	20.31
> Per Associate***	MWh	8.31	8.71	9.80	10.53	11.29
> Per Revenue	MWh	23.12	26.55	30.26	35.16	39.18

*** Based upon real estate square footage where we are responsible for paying utilities and maintain operational control.**
**** The other combustion amount for 2022 includes jet fuel and fleet gasoline consumption. If these amounts would have been included in 2021, the comparable other combustion value would have been 7,942 MWh.**
***** All per-associate figures in this report are based on the number of full-time equivalent employees at year-end.**

Scope 2 GHG Emissions are Reported in Two Ways:

LOCATION-BASED	MARKET-BASED
Location-based Scope 2 emissions represent our emissions that are based on emissions factors from the geographic region and/or utility grid in which a specific asset is operated. The only ways to reduce Scope 2 location-based emissions are to reduce either the amount of energy consumed or the associated emissions factor.	*Market-based* Scope 2 emissions represent our emissions in a way that accounts for contractual instruments such as renewable energy credits, carbon offsets, or other energy procurement mechanisms that may come with supplier-specific emissions factors. If no such instruments are applicable within a reporting year, then the company's market-based Scope 2 emissions will be equivalent to its location-based Scope 2 emissions.

SCOPE 1 + SCOPE 2 EMISSIONS

(as of December 31, 2022)	Units	2022	2021	2020	2019	2018
Total Scope 1 Emissions	Metric tons CO2e	5,341	4,800	4,274	6,032	6,164
> Natural Gas	Metric tons CO2e	3,054	2,899	2,740	3,508	3,860
> Other Scope 1 Sources	Metric tons CO2e	2,287	1,901	1,534	2,524	2,304
Total Scope 2 Location-Based Emissions	Metric tons CO2e	58,050	60,517	75,606	92,321	102,979
Total Scope 2 Market-Based Emissions	Metric tons CO2e	54,545	56,715	72,563	92,321	102,979
Total Scope 1 + Scope 2 Location-Based Emissions	Metric tons CO2e	63,391	65,317	79,863	98,353	109,143
> Per 1,000 Square Feet*	Metric tons CO2e	5.94	5.93	6.77	9.00	9.83
> Per Associate**	Metric tons CO2e	3.16	3.33	4.12	5.03	5.47
> Per Revenue	Metric tons CO2e	8.79	10.15	12.70	16.78	18.97

*** Based upon real estate square footage where we are responsible for paying utilities and maintain operational control.**
**** All per-associate figures in this report are based on the number of full-time equivalent employees at year-end**

VALUE CHAIN EMISSIONS

We understand that our ability to mobilize capital grants our industry a unique role in the transition to a lower-carbon economy. For that reason, we are committed to supporting the development and implementation of clean energy solutions and providing sustainable investment products and services that can benefit our environment as well as our customers.

The Scope 3 emissions we currently capture are calculated using the Greenhouse Gas Protocol's Corporate Value Chain (Scope 3) Accounting & Reporting Standard. Pursuant to this methodology, we disclose our Scope 3 emissions in a number of categories we have deemed relevant to our business. We have disclosed our Scope 3, category 6 (business travel) emissions for the past several years. This year, we are pleased to further our commitment to transparency by enhancing our value chain emissions disclosure with metrics quantifying our fuel- and energy-related emissions (Scope 3, category 3) and the emissions arising from waste generated in our operations (Scope 3, category 5). Specifically, "Solid Waste-Landfill" emissions result from the disposal and treatment of waste in a landfill owned or operated by a third party; "Electric Power - T&D" (or Transportation & Distribution) emissions result from generating electricity that is consumed in the transportation and distribution system. "Well-to-Tank Fuel Delivery" emissions are those that result from the extraction, production, and transportation of fuel for end use. For comparability purposes, the inclusion of these emissions in 2021 would have increased Regions' total Scope 3 emissions by 8,242 metric tons CO2e.

Scope 3 GHG Emissions

SCOPE 3 EMISSIONS (as of December 31, 2022)	Units	2022	2021	2020	2019	2018
Air Travel	Metric Tons CO2e	1,718	635	631	2,765	2,898
Car Travel (Rental Vehicle)*	Metric Tons CO2e	1,425	747	800	2,802	2,890
Car Travel (Personal Vehicle)	Metric Tons CO2e	473	1,070	1,009	2,876	3,308
Total Business Travel	Metric Tons CO2e	3,616	2,452	2,440	8,443	9,096
Electric Power - T&D**	Metric Tons CO2e	2,730	n/a	n/a	n/a	n/a
Well-to-tank Fuel Delivery**	Metric Tons CO2e	1,042	n/a	n/a	n/a	n/a
Total Fuel- and Energy-Related Activities**	Metric Tons CO2e	3,772	n/a	n/a	n/a	n/a
Solid Waste-Landfill**	Metric Tons CO2e	4,537	n/a	n/a	n/a	n/a
Total	Metric Tons CO2e	11,925	2,452	2,440	8,444	9,095
Per Associate***	Metric Tons CO2e	0.59	0.12	0.13	0.43	0.46

* In 2018, we were only able to collect rental vehicle emissions for the fourth quarter. To estimate full-year emissions, we multiplied the fourth quarter's emissions by four.
** These Scope 3 emissions categories were added in 2022.
*** All per-associate figures in this report are based on the number of full-time equivalent employees at year-end.

Third-Party Assurance and Verification

To continue improving our transparency and the quality of our data, as we have done for the past two reporting years, we are pursuing a Letter of Assurance from a third-party consultant to verify our 2022 GHG Inventory Management Plan. The scope of this assurance, which will also be detailed in the letter itself, includes the Scope 1, Scope 2, and Scope 3 emissions metrics provided in this section. As in past years, we will make the Letter of Assurance available on our website once the process is completed.

Solid Waste

Along with lowering our energy and emissions impact on the environment, our operations have also enabled us to decrease our reliance on paper use. Over the past year, we have reduced internal copy paper purchased by 6.9 percent, including purchasing 79 percent of our paper from Forest Stewardship Council-certified suppliers. We also continued to encourage customers to shift to online and mobile banking, and to receive their account documentation electronically. We continue to increase the use of eSignature at the bank. eSignature allows customers to digitally sign documents as well as provide electronic delivery of completed documents.

Office Supplies and Digital Acceleration

In 2022, we expanded the eSignature functionality to 3 additional teams using 3 new forms. Following these additions, 40 Regions teams now utilize the eSignature functionality across 395 different forms.

Though these efforts were amplified by the need to operate remotely during the pandemic, our digital innovation and expansion were integral in facilitating the transition away from paper while also maintaining multiple channels for us to provide safe and secure customer service. Our digital users are up 3 percent from last year, with 3.3 million active digital customers and more than 1.1 billion digital logins in 2022. Additionally, 2022 active mobile users were up 6 percent compared to prior year, and Regions finished the year with a mobile app rating at 4.8 out of 5. This is a direct result of numerous enhancements to our mobile platform made over the last couple of years, which allow us to deliver innovative features and functionalities to make banking easier for our customers.

Electronic Waste

Regions strives to reuse electronic equipment whenever possible. When internal reassignment is not feasible, we recycle using approved hardware disposition vendors that are both Sustainable Electronics Recycling International R2:2013 and Environmental Management System ISO 14001 Standard-certified. These certified vendors ensure that our electronic waste is properly managed and that valuable raw materials are recovered and reused.

WASTE — PAPER USE

(as of December 31, 2022)	Units	2022	2021	2020	2019	2018
Pages of Copy Paper Purchased (millions)	Pages	74.9	80.5	87.2	128.9	158.3
Pounds of Paper Recycled (millions)	Pounds	6.5	13.7	11.9	8.3	10.1

LOOKING FORWARD

As demonstrated throughout this report, Regions continues to make meaningful progress in its efforts to address climate change through the three pillars of our approach to sustainability: reducing our environmental footprint of operations, managing climate-related risks, and supporting our customers in the transition to a lower-carbon economy through our business strategy. The foundational steps already accomplished by Regions will support our pursuit toward sustainability in the future as our processes and methodologies mature.

NEXT STEPS

> ***Future internal developments at Regions will provide greater insights for Regions and transparency to stakeholders into the impacts of climate change on our business; we plan to actualize these learnings in taking informed strategic action. Currently, our planned enhancements include:***