Strengthening our ESG capabilities for a more resilient economy

Over the past few years, ESG has been a strategic growth driver for Moody’s.

**ESG milestones across the business**

- Key partnerships & commitments
- Key acquisitions & strategic investments
- Flagship ESG Solutions

*Data as of July 2022

### 2022*

- **ESG capabilities at glance**
  - ESG Domain
  - Risk Quantification
  - Credit Impact

### Key integrated use cases

- Moody’s launches a dedicated ESG Solutions Group
- Moody’s Investors Service (MIS) updates its ESG cross-sector methodology
- Acquisition of minority stake in **MIOTECH**
- Launch of framework to assess carbon transition risk for corporate sectors

### Key acquisitions & strategic investments

- Acquisition of minority stake in Four Twenty Seven
- Acquisition of majority stakes in Lending & Origination
- Acquisition of majority stakes in Supply Chain Risk

### Awards

- **ESG Data Provider of the Year 2021**
- **Moody’s 2022 Winner**

### Growth of ESG at Moody’s in 2021

- +36% Year-over-year increase in ESG-related revenue (excl. RMS)**
- $81 million RMS post-acquisition revenue, from September 15 – December 31, 2021***

### ESG milestones across the business (2016-2022)

- Member of **TCFD**
- Member of **Ceres Company Network** and **Ceres Investor Network**
- Member of the **Ceres Company Network** and **Ceres Investor Network**
- **Ceres**
- **Tissue**
- **Moodys**
- **Principles of Responsible Investment (PRI)**
- **United Nations Global Compact (UNGC)**
- **Moody’s CreditView** platform enhanced with climate and ESG insights
- **CreditLens™** enhanced with climate risk data
- **ESG360™**
- **Supplier Chain Catalyst** enhanced with ESG screening for suppliers
- **SFDR and EU Taxonomy alignment screening**
- **Launch of Moody’s ESG Score Predictor**
- **Launch of SFDR and EU Taxonomy alignment screening**
- **Launch of the ESG Score Predictor**
- **Launch of a comprehensive Climate Solutions suite including a new temperature alignment offering**
- Committed to aligning products and services to net-zero with founding member of Net Zero Financial Service Providers Alliance (NZFSPA)
- Member of Taskforce on Nature-related Financial Disclosures (TNFD)

### Data as of July 2022

** Represents approximate revenue in (i) standalone ESG products and services, including ESG-related credit products, sustainable finance, research and insights products; and (ii) MIS and RMS ESG-focused product enhancements.
*** Net of an $18 million deferred revenue adjustment.

---

*Data as of July 2022
Non-Financial Corporates: Rating Activity During COVID-19

Rated issuers by category

<table>
<thead>
<tr>
<th>Grade:</th>
<th>Q4 2007</th>
<th>vs. 2007</th>
</tr>
</thead>
<tbody>
<tr>
<td>A</td>
<td>38%</td>
<td>46%</td>
</tr>
<tr>
<td>B</td>
<td>88%</td>
<td>942</td>
</tr>
<tr>
<td>C</td>
<td>942</td>
<td>942</td>
</tr>
</tbody>
</table>

Proportion of publicly traded debt

- Carnival Corporation
- Michael Kors (USA), Inc.

For more information, visit

© 2020 Moody’s Corporation, Moody’s Investors Service, Inc., Moody’s Analytics, Inc. and/or their licensors and affiliates (collectively, “MOODY’S”). All rights reserved.