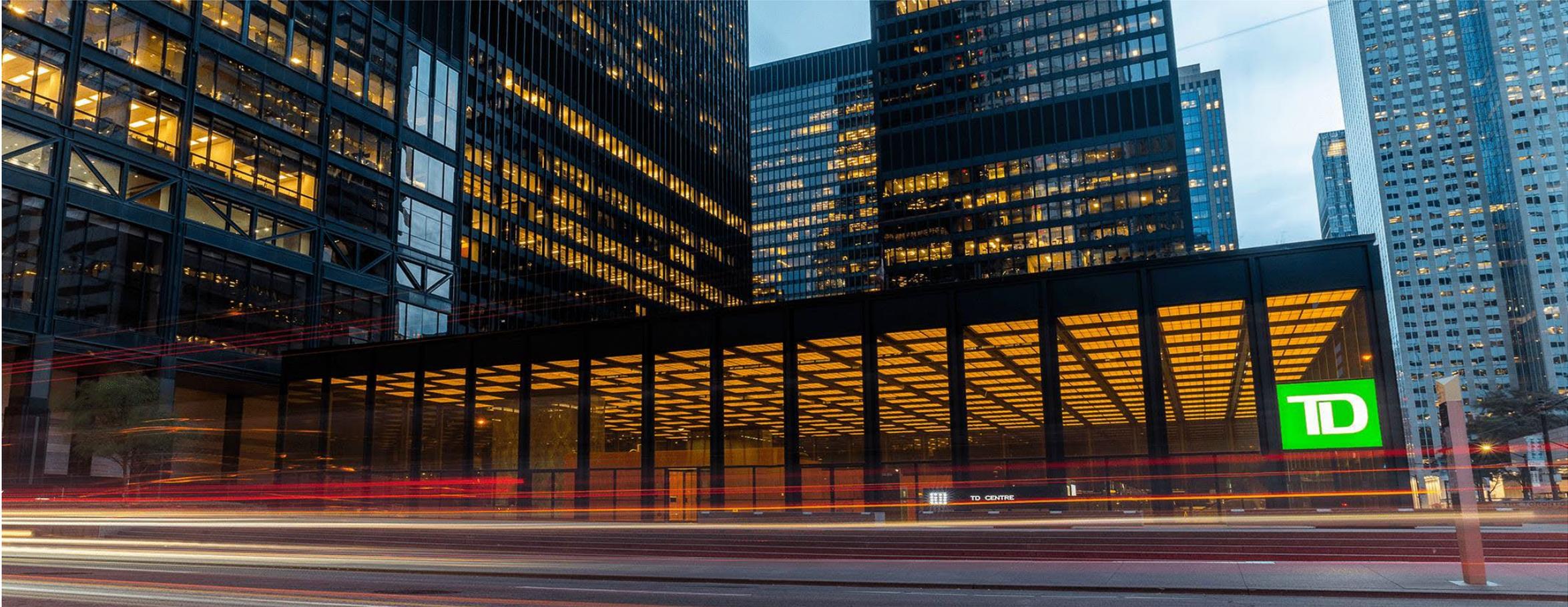




# FY2025 Sustainability Update

TD Bank Group – March 2026



# FY2025 Sustainability Update



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# Key Messages



## 1 TD's performance and resilience is tied to the success of our clients, communities and colleagues.

- TD focuses on sustainability-related shifts in the broader operating environment affecting our stakeholders and business.
- Our sustainability program and activities comply with the legal and regulatory requirements in all of the jurisdictions in which we operate.
- TD serves clients across numerous industries and geographies and provides access to financial services to all clients without discrimination, and without regard to political or religious views.
- We take seriously our obligation to manage climate-related risks and opportunities. Doing so allows us to understand and conduct business with our clients in a risk-based, individualized manner.

## 2 We manage the most relevant risks and opportunities to our business and stakeholders through our Sustainability Strategy to Protect, Adapt, and Grow the bank.

- Our approach to sustainability reinforces TD's 'More Human' Promise and our Strategic Pillars - Deeper Relationships, Simpler & Faster, & Disciplined Execution.

## 3 We initiated a robust materiality assessment to identify sustainability impacts, risks and opportunities most important to the Bank

- This will help inform updates to our Sustainability Focus Areas for future years.

### TD's Sustainability Strategy

**Objective:** Position TD to thrive and create shareholder value by building sustainability-related resilience and capabilities, and pursuing new opportunities for growth.

#### Protect

Protect our businesses from sustainability-related economic and industry changes

#### Adapt

Shape TD's internal infrastructure, capabilities and processes to manage sustainability challenges

#### Grow

Promote growth by deepening relationships, pursuing new opportunities and exceeding our clients' changing expectations

#### Sustainability Focus Areas

**Economic Inclusion**

**Human Rights**

**Climate**

# 2025 - 2026 Sustainability Program Highlights



**Protect**



**Adapt**



**Grow**

## Program Highlights

Enhanced **governance**, making it simpler, faster and more effective, with appropriate subject matter expertise, executive and board oversight.

Business segments across the enterprise have put in place **business-specific sustainability strategies**.

Identified and secured **\$79.4B in 2025**, and **\$225.3B cumulatively since 2023**, to TD's \$500B by 2030 Sustainable & Decarbonization Finance Target.

## Awards

- DataIQ Award for **Best Responsible AI program** or initiative (North America)<sup>1</sup>
- **Sustainable Bank of the Year Canada 2026** award from International Banker<sup>2</sup>

# Sustainability Focus Area Highlights: Climate



Our Climate Action Plan continues to evolve to help position TD and our clients for resilience and success.



## TD's Climate Action Plan

Climate Action Areas	2025 Achievement Examples
<b>Manage Risks:</b> Enhance our climate risk management practices	<ul style="list-style-type: none"> <li>Addressed 2025 disclosure expectations as outlined in <b>OSFI's Guideline B-15: Climate Risk Management Annex 2-2</b>.</li> <li>Completed <b>OSFI's Standardized Climate Scenario Exercise (SCSE)</b>, integrating lessons into our climate scenario analysis approach.</li> </ul>
<b>Decarbonize Operations:</b> Reduce our operational emissions and deliver energy efficiencies and cost savings	<ul style="list-style-type: none"> <li>Achieved <b>2025 Operational Emissions target</b>, reducing GHG emissions from our operations (Scope 1 and 2) by 25%*.</li> <li>Set next <b>Operational Emissions target</b> = 46.2% reduction by 2030*.</li> </ul>
<b>Support Client Decarbonization:</b> Respond to client demand for decarbonization support	<ul style="list-style-type: none"> <li>Enhanced <b>financed emissions footprint calculations</b> to cover 100% of disclosed carbon-intensive sectors.</li> </ul>
<b>Invest in Innovation:</b> Support emerging clean technology strategies and innovative solutions	<ul style="list-style-type: none"> <li>Invested in <b>carbon dioxide removal projects</b> through agreements with Chestnut and Charm Industrial in the U.S., and with Anew, and Will Solutions in Canada.</li> </ul>

# Sustainability Focus Area Highlights: Economic Inclusion



To support economic growth and developing solutions that address disparities, we can help mitigate systemic risks such as inequality and a lack of financial access, and create new opportunities for our clients, communities and colleagues.

## TD's Sustainability Strategy

Protect

Adapt

Grow

## Economic Inclusion

Economic Inclusion Areas	2025 Achievement Examples
<b>Financial Access</b>	<ul style="list-style-type: none"> <li>Achieved target of reaching <b>500,000 participants</b> through TD-led and supported financial education initiatives in Canada and the United States<sup>1</sup>.</li> <li>Contributed <b>\$5.7 billion</b> towards our \$12 billion target in loans and other credit facilities through TD Small Business Banking from 2023 to 2030 (cumulative from 2023)<sup>2</sup>.</li> </ul>
<b>Housing Access</b>	<ul style="list-style-type: none"> <li>Contributed <b>\$8.5 billion</b> cumulatively since 2023 toward our \$12 billion North American affordable housing financing target<sup>3</sup>.</li> <li>Contributed <b>US\$8.1 billion</b> cumulatively since 2024 towards our US\$10 billion target for home lending to low- and moderate-income and/or minority borrowers and geographies in the U.S.<sup>4,5</sup></li> </ul>
<b>Employment Access</b>	<ul style="list-style-type: none"> <li>Delivered learning opportunities that touched <b>100,000+ colleagues</b> including cross-skilling, leadership development, and business-required training.</li> <li>Continued the Connected Leadership Academy leadership training program for U.S. colleagues, focusing on <b>critical leadership skills</b> such as resilience, problem solving and developing business strategies.</li> </ul>

# Sustainability Focus Area Highlights: Human Rights



We are committed to supporting and respecting the protection of human rights in all of our operations across all of our businesses.



Our Approach in Action	2025 Achievement Examples
<b>Supporting Indigenous Communities</b>	<ul style="list-style-type: none"><li>▪ Published the <a href="#">TD and Indigenous Communities in Canada – 2025 Update</a>.</li></ul>
<b>Modern Slavery Risks in Supply Chains</b>	<ul style="list-style-type: none"><li>▪ Made enhancements to our third-party risk management program to more fully integrate E&amp;S risk considerations, including <b>Modern Slavery risks</b>, from third-party suppliers.</li></ul>
<b>Supporting Human Rights Education &amp; Organizations that Combat Human Trafficking</b>	<ul style="list-style-type: none"><li>▪ Provided more than <b>\$1.6 million</b> in funding over the past 10 years to support the International Centre for Human Rights Education, Equitas.</li><li>▪ Donated <b>\$360,000</b> over three years to Victim Services Toronto.</li></ul>

See [TD's Statement on Human Rights](#) for more details.

## Performance Highlights

	Supported by	Description	2025	2024
Climate	TD Climate Action Plan	Reduction in TD's internal operations, location-based Scope 1 and 2 GHG emissions by 25% by 2025, relative to a 2019 baseline of 162,849 tCO <sub>2</sub> e <sup>1</sup>	-29%	-29%
Economic Inclusion	TD Social Approach <sup>2</sup>	Overall employee engagement <sup>3</sup> (85% for 2025) <sup>4</sup>	84%	84%
		For Canada only: Women in roles titled Vice President and above <sup>5,6</sup>	42.7%	42.7%
		Reach 500,000 participants through TD-led and supported financial education initiatives in Canada and the U.S. in 2025 <sup>8</sup>	869,351	502,389
		\$12 billion in affordable housing financing in Canada and the U.S. from 2023 to 2030 (cumulative from 2023) <sup>9</sup>	\$8.5 billion	\$5.9 billion
Corporate Governance	Governance processes	That women and men each comprise at least 30%–40% of the Board's directors of TD Bank Group (a global bank, incorporated under the laws of Canada) <sup>5,6,7</sup>	43% women 57% men	47% women 53% men
		Independent Directors are a substantial majority of the Board of Directors of TD Bank Group (a global bank, incorporated under the laws of Canada) <sup>10</sup>	93%	93%
Client Experience and Protection	Legendary Experience Index (LEI)	LEI – TD Composite Score <sup>11</sup> (75.15 for 2025)	76.59	75.63
Sustainable Finance	TD Sustainable Finance Strategy	\$500 billion supporting eligible environmental, decarbonization and social activities through lending, financing, underwriting, advisory services, insurance and the Bank's own investments (cumulative from 2023) <sup>12</sup>	\$225.3 billion	\$145.9 billion
Community Well-being	TD Ready Commitment	\$1 billion toward community giving by 2030 (cumulative from 2019) <sup>13</sup>	\$1,032 million	\$854 million



[2025 Sustainability Report](#)

[Sustainability Reporting Hub](#)

# Appendix: Endnotes



## Slide 4

1. 2025. DataIQ. Best Responsible AI Program or Initiative – TD: Trustworthy AI. DataIQ Awards North America 2025. [online] Available at: <https://www.dataiq.global/award-winner/best-responsible-ai-program-or-initiative-td-trustworthy-ai/>
2. 2026. International Banker. Most Sustainable Bank Of The Year Canada 2026. International Banker Awards 2026. [online] Available at: <https://internationalbanker.com/awards/international-banker-2026-north-south-american-awards-winners/>

## Slide 6

1. Participants include clients and community members who take part in or receive information through sessions or programs in Canada and/or the U.S. that aim to improve their financial knowledge. “TD-led” initiatives include activities facilitated or delivered directly by TD. “TD-supported” initiatives include programs facilitated by or with charitable organizations that are both partially and fully funded by TD. In addition, the number of participants reported may not reflect unique participants, as participants might engage with multiple programs.
2. Includes loans and other credit facilities (all Small Business Banking credit products such as loans, business line of credit, business overdraft protection and loans with government or Crown Corporation guarantees) to businesses where the credit amount is approximately \$1.5 million or less. The target represents the cumulative amount of new financing and refinancing activities over eight years, from November 1, 2022 to October 31, 2030. Progress toward this target does not contribute to the Sustainable & Decarbonization Finance Target, and there are differences in inclusion criteria and associated measurement between this target and the Sustainable & Decarbonization Finance Target.
3. Includes the activities outlined in the “Affordable and Community Housing” category of the Sustainable & Decarbonization Finance Target, with the exception of residential real estate purchases. See the [TD Sustainable & Decarbonization Finance Target Methodology](#) for details. This \$12 billion affordable housing financing target covers key business activities of the Bank, including lending, financing, underwriting and advisory services. The target represents the cumulative amount of new financing and refinancing activities over eight years, from November 1, 2022 to October 31, 2030. Progress toward this target is also counted toward the Sustainable & Decarbonization Finance Target and is reported for activities in both Canada and the U.S.
4. TD Bank U.S.’ ability to achieve lending and investment targets within the Community Impact Plan are subject to changes in economic conditions, regulatory requirements, and TD Bank U.S.’ obligation to maintain safe and sound banking practices. Market conditions, including but not limited to sustained inflation, elevated interest rates, and economic recession, may negatively impact TD Bank U.S.’ ability to meet its targets.
5. Includes, within the TD Bank N.A.’s facility-based assessment areas, TD-originated residential mortgage loans to minority borrowers, borrowers residing in majority-minority census tracts, LMI borrowers, and borrowers residing in LMI census tracts, and TD-purchased residential mortgage loans to LMI borrowers and borrowers residing in LMI census tracts. The target represents the cumulative amount of TD-originated mortgage loans and TD-purchased residential mortgage loans over three years, from January 1, 2024 to December 31, 2026. Results are reported based on calendar year. A portion of the target is eligible for the Sustainable & Decarbonization Finance Target. See the [TD Sustainable & Decarbonization Finance Target Methodology](#) for details on the activities eligible for inclusion toward that Target.

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1. For additional information about our internal-focused Scope 1 and 2 target, see the TD Environmental Approach section.
2. More details on social performance can be found in the TD Social Approach section of the [2025 Sustainability Report](#).
3. This represents overall employee engagement as measured using the TD Pulse Survey, which asks full-time and part-time employees (excluding contractors and individuals on short-term or long-term leave) to rate their level of commitment and connection to TD and their role along three dimensions (intention to stay, pride in working at TD and job satisfaction) on a scale of one to five: Strongly Disagree (1), Disagree (2), Neither Agree Nor Disagree (3), Agree (4) and Strongly Agree (5). The percentages under “Overall Experience” represent the average proportion of respondents in each group who either agreed (4) or strongly agreed (5) with the first three statements shown in the “Pulse Survey Results” table in the [2025 Sustainability Performance Data Pack & Indices](#).
4. Target is based on achieving results that are within the 75th percentile of a global benchmark (a three-year rolling benchmark), which is updated annually and consists of over 900 companies and 27 million responses, spanning geographies and industries..
5. TD is required to provide Board and executive officer gender diversity information in our Management Proxy Circular pursuant to requirements under applicable Canadian securities laws. See the 2026 Management Proxy Circular for additional information..
6. TD seeks to hire, retain and develop the best talent. All nomination, hiring and other employment decisions are made on merit, in a non-discriminatory basis, consistent with applicable laws. All talent decisions are part of the Bank’s talent management standards and policies, requiring decisions on talent development, promotions and employment decisions to be based on merit, capability and hiring the most qualified talent into every role. When making senior management appointments, the Bank considers all characteristics, skills and experiences that contribute to the candidate’s capabilities.
7. In 2025, the TDBG Board established an aspirational goal that women and men each comprise at least 35% of the Board’s directors.
8. Participants include clients and community members who take part in or receive information through sessions or programs in Canada and/or the U.S. that aim to improve their financial knowledge. “TD-led” initiatives include activities facilitated or delivered directly by TD. “TD-supported” initiatives include programs facilitated by or with charitable organizations that are both partially and fully funded by TD. In addition, the number of participants reported may not reflect unique participants, as participants might engage with multiple programs.
9. Includes the activities outlined in the “Affordable and Community Housing” category of the Sustainable & Decarbonization Finance Target, with the exception of residential real estate purchases. See the [TD Sustainable & Decarbonization Finance Target Methodology](#) for details. This \$12 billion affordable housing financing target covers key business activities of the Bank, including lending, financing, underwriting and advisory services. The target represents the cumulative amount of new financing and refinancing activities over eight years, from November 1, 2022 to October 31, 2030. Progress toward this target is also counted toward the Sustainable & Decarbonization Finance Target and is reported for activities in both Canada and the U.S.
10. In 2025, TD’s Board of Directors had 14 members in total. Raymond Chun is not independent because of his role as Group President and Chief Executive Officer of the Bank. In 2024, TD’s Board of Directors had 15 members in total and in 2023, the Board had 14 members in total.
11. Refer to Client Experience and Protection for information on TD’s performance compared to its LEI target in the [2025 Sustainability Report](#).
12. TD’s Sustainable & Decarbonization Finance Target reflects our ambition to help grow the Bank, and is in addition to a range of financing for other clients and activities across sectors and in no way restricts or limits TD’s activities. For more information, see the [TD Sustainable & Decarbonization Finance Target Methodology](#).
13. Figures are disclosed in CAD equivalent and include any donation commitments recognized as a legal obligation or a constructive obligation and expensed in the fiscal year before they were paid out. Figures do not include donations made through TD Friends of the Environment Foundation.