



We write agribusiness insurance **right.**

Climate Risk Disclosure Survey

Recommended Disclosure

Governance

- a) Describe the board's oversight of climate-related risks and opportunities.
- b) Describe management's role in assessing and managing climate-related risks and opportunities.

Response/Comment

- a) The board of directors, as a whole is, tasked with maintaining knowledge of our risk and return activities, including those related to climate change, climate related developments, and innovations to prioritize efforts and progress within the Agribusiness industry. The executive management is responsible in providing education to the board of directors, which holds presentations and updates periodically.
- b) Triangle Insurance does not have publicly stated goals, but we do support prudent climate related initiatives. As a company, climate risks are addressed through monitoring risks by line of business (LOB) in terms of aggregate exposures, availability/utilization of appropriate reinsurance structuring, and measured within state-by-state geographic locations.

Recommended Disclosure

Strategy

- a) Describe the climate-related risks and opportunities the organization has identified over the short, medium, and long term.
- b) Describe the impact of climate-related risks and opportunities on the organization's businesses, strategy, and financial planning.
- c) Describe the resiliency of the organization's strategy, taking into consideration different climate-related scenarios, including a 2 degree Celsius or lower scenario.

Response/Comment

- a) Triangle's bulk of risk is written on an annual basis and is analyzed frequently for any necessary coverage adjustments and re-pricing, both of which are focused on the current and forecasted pricing trends, reinsurance availability, inflation and market competitor offerings.
- b) While a large amount of Triangle's exposure is compiled from property, Triangle is also well diversified in multiple lines of business, limiting the impact of any one type of risk in the event of a loss. Risk is spread by the review of policies and their corresponding geographic locations. Climate simulation models and similar tools are good resources for monitoring the ever-changing climate patterns, and applying the results to the diversification of risk. Any new business is managed and reviewed closely during known and/or forecasted catastrophic events. Good and responsible business practices are taken into consideration.
- c) The group supports, via participation, industry leading organizations and the research analysis performed by those organizations including but not limited to PLRB, NAMIC, and CoreLogic. While all of the following are opportunities which have been implemented, their impact on climate-related risks is not overlooked. Mitigating emission and energy costs includes paper reductions practices, refillable water stations, and keeping non-occupied areas and office spaces energy usage to a minimum. Other practices include electronic filing of documents, lighting in areas with automated shut-offs, recycling bins available to all office floors, energy saving appliances in common kitchen areas, and encouragement of video conferences in efforts to minimize unnecessary travel. Triangle's products do not directly influence customers to reduce their own carbon footprint, however business practices performed by the company indirectly have an influence on customers to review their own procedures.



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Recommended Disclosure

Risk Management

- a) Describe the organization's processes for identifying and assessing climate-related risks.
- b) Describe the organization's processes for managing climate-related risks.
- c) Describe how processes for identifying, assessing, and managing climate-related risks are integrated into the organization's overall risk management.

Response/Comment

- a) Triangle does not currently have a formal process for identifying climate-change related risks. Overall, the company risks are not heavily concentrated into any one location, due to the nature of our target markets. Procedures are in place to analyze and evaluate risks regularly in such the event concentration increases and stable market cannot be maintained.
- b) Managing risks through effective underwriting and loss control is key to successfully insuring property exposures. Loss avoidance is one component which is focused on. One of the biggest exposures we continually face are regional weather patterns and events. While managing risk concentration as stated above, we carefully analyze and limit costal exposure along with other highly prone areas. We also monitor and assess wildfire score rating on prone areas in our operating territory.
- c) As mentioned above, Triangle does not have a formal process for specifically identifying climate -related risk. However, we fully realize our responsibility and ongoing awareness of business written and continually analyze initiatives for new business and expansion.

Recommended Disclosure

Metrics and Targets

- a) Disclose the metrics used by the organization to assess climate-related risks in line with its strategy and risk management process.
- b) Disclose Scope 1, Scope 2, and, if appropriate, Scope 3 greenhouse gas (GHG) emissions, and the related risks.
- c) Describe the targets used by the organizations to manage climate-related risks and opportunities and performance against targets.

Response/Comment

- a) The company uses publications and modeling data to identify historical and potential climate-related risks such wind/hail and severe storms.
- b) Triangle mitigates emissions and energy costs by paper reductions practices, refillable water stations, keeping non-occupied areas and office spaces energy usage to a minimum. Other practices include electronic filing of documents, lighting in areas with automated shut-offs, recycling bins available to all office floors, energy saving appliances in common kitchen areas, and encouragement of video conferences in efforts to minimize unnecessary travel. We also utilize high fuel efficiency vehicles for our in-house fleet when travel is necessary.
- c) Currently the company does not have set targets. However, as a whole the company is working diligently to increase efforts to minimize climate-related risks by evaluating new and innovative products and procedures. It is a company practice to encourage our clients to do the same, continuing to make Triangle an industry leader, for years to come.