

How FRC Disclosed Its Risk Strategy and Created \$4bn in Equity Value

First disclosure of risk management and parametric insurance
was in the 2019 ESG Report (published early 2020)

8 March 2023

Forging reputation resilience

Sustainable Culture and Community Engagement at First Republic

2021 Corporate Responsibility Report

SUCCESSFUL SHAREHOLDERS

MANAGING CLIMATE CHANGE-RELATED RISK

Climate change-related risk is an emerging area of focus for financial institutions. This risk includes increased likelihood and

These risks are overseen by First Republic's Directors' Enterprise Risk Management Committee and managed by the Bank's Enterprise Risk Management team, which conducts periodic assessments of such risks, including insurance availability and adequacy to support clients.

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8 March 2023

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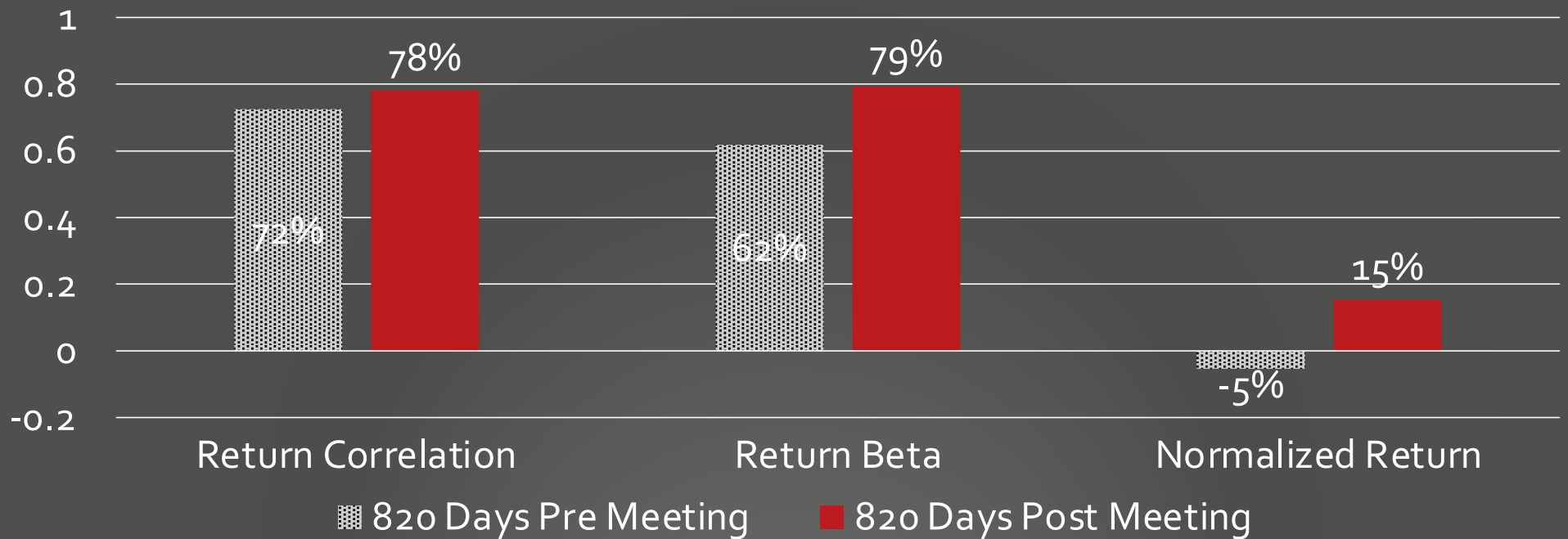
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masonry buildings

- Purchasing a parametric earthquake insurance policy, which pays the Bank proceeds upon the occurrence of an earthquake with a minimum magnitude and within a specified distance from certain California offices, regardless of actual losses incurred

Economic Value of Disclosure Strategy

FRC vs ^BKK – Meeting Nov 15, 2019



KBW Nasdaq Bank Index (^BKX) Components

As of May 2021, the individual index components included:

- Bank of NY Mellon (BK)
- Bank of America (BAC)
- Capital One Financial (COF)
- Citigroup (C)
- Citizens Financial Group (CFG)
- Comerica (CMA)
- Fifth Third Bank (FITB)
- First Horizon (FHN)
- First Republic Bank (FRC)
- Huntington Bancshares (HBAN)
- JP Morgan Chase (JPM)
- Keycorp (KEY)
- M&T Bank (MTB)
- Northern Trust (NTRS)
- PNC Financial Services (PNC)
- People's United Financial (PBCT)
- Regions Financial (RF)
- Signature Bank (SBNY)
- State Street (STT)
- SVB Financial Group (SIVB)
- Truist Financial Corp (TFC)
- US Bancorp (USB)
- Wells Fargo & Co (WFC)
- Zion's Bancorp (ZION)