

Climate strategy governance statement

We believe that driving doesn't have to cost the earth – so we're committed to reducing our environmental impact and supporting drivers to do the same.

To ensure that climate change and its impact on our business are appropriately managed in our business, we have clear governance arrangements in place for our climate strategy at both a board and executive management level.

The AA Limited Board is responsible for ensuring the sustained success of The AA business and has overall accountability for the business's climate strategy. Our target of achieving Net Zero operations by 2035 was approved by the AA Limited Board in FY22 and progress towards this target is monitored by the Board on at least an annual basis. The AA Limited Board also has overall responsibility for the AA's risk appetite and risk management framework (including climate-related risk and opportunities). The AA's risk management is then delegated to the Audit and Risk Committee which, supported by the Chief Risk Officer, has oversight of the risk within the AA.

Our group Chief Risk Officer is the executive sponsor for our ESG strategy and the day-to-day accountability for The AA's risk management (including climate-related risks and opportunities) is delegated to our internal Executive Risk Compliance Committee (ERCC). The ERCC reviews climate-related risks and opportunities on at least an annual basis and is also responsible for monitoring key climate-related metrics including greenhouse gas emissions.

The AA also has an ESG Steering Committee comprised of functional leads from around the AA Group. This group is chaired by the Chief Risk Officer and meets quarterly to monitor activities related to the ESG strategy.