AMERICAN FAMILY INSURANCE®

Insure carefully, dream fearlessly.

2026 TASK FORCE ON CLIMATE-RELATED FINANCIAL DISCLOSURES REPORT



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INTRODUCTION

As American Family Mutual Insurance Company, S.I. and its operating companies continue to serve customers across the country, we remain focused on the responsibility and opportunity before us: helping customers, communities, and our enterprise prepare for a changing climate with discipline, care, and long-term perspective.

Climate impacts are increasingly visible in the lives of our policyholders and in the communities we serve. More frequent and severe weather events are affecting homes, businesses and financial security, reinforcing the importance of trusted partners that can help people better understand risk, take proactive steps to reduce loss and recover when disruption occurs.

For AmFam, this work is directly connected to our vision to be the most trusted and valued customer-driven insurance company. As a mutual insurance enterprise, our commitment starts with policyholders. We are using the strengths of our business, risk insight, financial discipline, product innovation, claims expertise and community partnership, to help customers and communities become more resilient over time.

Our Sustainable Business Framework provides the structure for this work. Within that framework, Climate Impacts and Resilience is one of four material focus areas, alongside Community Engagement, Inclusive Excellence and Responsible Data & Artificial Intelligence. Together, these focus areas guide how we create long-term value for the business while making a meaningful impact on the people and places we serve.

In 2025, we continued to refine our climate strategy around three ambitions: predict, protect, and restore and strengthen. We are advancing our climate risk data advantage to better anticipate emerging conditions; developing products, resources and experiences that respond to customer needs; and investing in scalable solutions that strengthen the resilience of communities across our footprint.

This report reflects that strategic focus. It describes how we are integrating climate insights into our operations, financial planning, risk management and customer-facing work. It also reflects our belief that resilience and adaptation are not separate from business performance; they are central to protecting policyholders, sustaining strong communities and strengthening enterprise value.

We recognize that this work requires both urgency and pragmatism. The path forward will continue to evolve as weather patterns, customer expectations, regulatory requirements and market conditions change. Our responsibility is to remain grounded in our purpose, transparent in our approach and focused on actions that deliver the most direct and meaningful benefit to our customers and communities.

We are grateful for the work of teams across the enterprise who are helping advance this strategy. Their expertise and commitment are essential as we continue to build a more resilient business and support the pursuit and protection of dreams for the people who count on us.



Tracy Schweitzer
Chief Administrative Officer



Troy Van Beek
Chief Financial Officer

EXECUTIVE SUMMARY



EXECUTIVE SUMMARY

Based in Madison, Wisconsin, American Family Mutual Insurance Company, SI (AFMICSI) and its operating companies (referred to as AmFam throughout the report unless specifically noted) have been customer-driven since our founding as a mutual company in 1927. Being customer-driven has inspired us to protect and restore dreams through our products and distribution options, provide exceptional service through our agency owners and employees, and advance community investment and partnerships that address societal challenges. In 2025, AmFam was the nation's 12th-largest property and casualty insurance group, ranking No. 202 on the Fortune 500 list. AmFam operates in all 50 states, with a portfolio composed of personal lines property and casualty insurance, along with commercial and farm and ranch products. In addition to AFMICSI, operating companies in 2025 included Homesite, CONNECT, Main Street America Insurance, Bold Penguin, and American Family Investments, Inc. Across these companies the group has approximately 10,500 employees nationwide.

AmFam recognizes that our products and services interact directly with climate risks, and in response, we are committed to advancing our products and services to more effectively help protect policyholders from a changing climate. We also engage in investments and innovation regarding climate-related opportunities in insurance, specifically as it relates to adaptation finance, community resilience, and technological advancements in climate analytics. There are significant opportunities in developing products and services that enhance policyholder and community resilience. Whether through coverage that proactively protects against wildfires and severe storms or through integration of climate risk within catastrophe modeling, we are actively exploring these opportunities and their influence on AmFam.

Unless otherwise noted, this report is prepared at the enterprise level and describes climate-related governance, strategy, risk management, and metrics and targets applicable across AmFam and its operating companies.





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Describe the board's oversight of climate-related risks and opportunities.

Climate-related topics, including regulatory updates, risks, and opportunities are communicated to the Risk Committee of the American Family Insurance Mutual Holding Company (AFIMHC) Board of Directors (Board) on a quarterly basis by the Enterprise Risk Management (ERM) Division.

In addition to quarterly risk reporting, the Board receives updates from management, periodically participates in training sessions, and reviews the quarterly risk dashboard. The Board also reviews and approves the Risk Policy, including risk appetites, while the Risk Committee alone reviews and approves the ERM charter. The responsibilities of the Board and Risk Committee are consistent with the Committee of Sponsoring Organizations of the Treadway Commission (COSO) framework for internal controls, which emphasizes board oversight as a core component of effective risk governance.

Board and committee-level governance of climate-related risks and opportunities is supported through regular engagement, including agenda items that address climate considerations and enterprise risk management activities.

The Risk Policy establishes the enterprise risk appetite and tolerance levels defined by senior leadership, supported by the Enterprise Risk Management (ERM) framework. Together, these guide decision-making and ensure that risk exposures remain within acceptable boundaries. This guidance explicitly incorporates natural catastrophe risk.

To ensure effective oversight, AmFam maintains structured processes to identify and monitor emerging and evolving risks. These processes capture risks arising from internal changes—such as new strategies or operational shifts—as well as external factors, including industry developments and changes in how we conduct business.

Given the inherent exposure of an insurance organization to severe weather events, we continuously monitor a broad range of perils. This includes integrating insights from historical experience, advanced modeling, and industry trends through ERM's network of expertise and professional organizations. In parallel, our investment managers evaluate climate-related risks as part of broader portfolio risk considerations and return objectives.

The Board provides oversight of enterprise strategy and risk management, reviewing policies and monitoring performance against established objectives. This includes oversight of climate-related risks and opportunities across our operations, investment activities, underwriting practices, and other business activities with potential climate impacts.

To ensure effective oversight, AmFam maintains structured processes to identify and monitor emerging and evolving risks.

The Board committees have Sustainable Business Framework accountabilities aligned to their areas of oversight.

- The Nominating and Governance (N&G) Committee oversees the effectiveness of the Corporation's corporate governance framework, including governance documents, policies, processes, and best practices; Board composition director recruitment, Director succession planning, change in circumstance and corporate directorship notification requirements, Chairperson succession planning, and Board development.
- The Risk Committee oversees and evaluates the enterprise risk management processes and reporting, including identification and monitoring of current, new and developing, and emerging risks; risk reviews, prioritization, and modeling; capital adequacy, stress testing, and compliance, legal and regulatory reporting requirements.

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Describe management's role in assessing and managing risks and opportunities.

Operationally, the Senior Leadership Team provides strategic direction to programs within the Sustainable Business Framework including progress toward the focus areas and reporting to the Nominating and Governance Committee. Execution of the Sustainable Business Framework is managed by the following.

- The AmFam Sustainable Business Framework Council (The Council) which includes leaders from across the business and focuses on driving execution and alignment of action across operating companies and business units. The Council provides oversight of divisional and operating company efforts by being informed of material topics, including but not limited to climate risks and opportunities, and providing approval to new or updated policies, programs, initiatives, and reporting.
- The Chief Administrative Officer and Vice President of Strategy and Innovation are accountable for the development and execution of the Sustainable Business Framework, policies and programs, and reporting. Additionally, they are the Executive Co-Sponsors of The Council.
- In 2025, the Sustainable Business Framework Council reviewed and approved AmFam's rebalanced approach to climate resilience with a shifted focus towards adaptation and resilience, consistent with its oversight of climate-related risks and opportunities and the company's fiduciary responsibilities to policyholders.



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STRATEGY

Describe the climate-related risks and opportunities the organization has identified over the short, medium, and long-term

AmFam considers climate change risks and opportunities to our organization over different time horizons. Climate-related risks and opportunities are assessed on timelines that differ from operational, financial, capital, and strategic planning cycles. Further classifications of climate risk, physical and transition, may manifest over varying time horizons. Taking into consideration university research, industry climate and catastrophe models, and AmFam's emerging risks time horizons, we have determined short- (0-1), medium- (1-5), and long- (5 and beyond) time horizons in which the impact and likelihood of climate-related risks can materialize.

AmFam conducts an annual climate risk assessment and scenario analysis to identify and prioritize key risks and opportunities. These assessments evaluate multiple dimensions, including the categorization of climate risks, the stage of the value chain where impacts occur, geographic exposure, time horizon, and potential financial implications. Each identified risk is also assessed alongside its corresponding risk response and associated opportunity to support informed decision-making.

Short-term (0-1 year):
Opportunity: Carriers, Managing General Agents (MGAs), Managing General Underwriters (MGUs), and reinsurers are increasingly seeking climate-informed insights to guide near-term strategic growth. This involves evaluating evolving risk exposures over multiple time horizons. By leveraging climate data, insurers can guide targeted investments that enhance community resilience and measure the financial implications of a changing climate. Collaboration with leaders in risk management and climate strategy will further enable the development of scalable capabilities to ingest, process, and translate climate data into actionable insights. This positions AmFam to drive strategic growth—through differentiated offerings, entry into emerging markets, and innovative products that respond to evolving customer needs.

Risk: In the short term, climate-related loss experience may evolve more quickly than traditional pricing, underwriting, and reinsurance cycles can fully reflect, particularly following severe weather events or localized shifts in catastrophe activity. This may place near-term pressure on



rate adequacy, loss costs, and reinsurance pricing; however, AmFam manages this exposure through established underwriting, pricing, catastrophe management, and reinsurance processes. Ongoing monitoring of emerging loss trends, weather-related claims experience, and market conditions supports timely decision-making and helps maintain alignment between risk exposure, customer needs, and financial resilience.

Medium-term (1-5 years):

Opportunity: As regulatory expectations and investor demand for climate transparency continue to increase, and as the global economy transitions toward lower-carbon pathways, AmFam is positioned to capture meaningful opportunities across its business. This includes advancing climate-informed product innovation, improving operational efficiency, and scaling investments that enhance resilience. By integrating climate considerations into enterprise decision-making, AmFam can direct capital toward solutions that strengthen communities at scale and enable resilience across entire geographies. Collectively, these efforts position AmFam to deliver differentiated customer solutions, strengthen long-term performance, and reinforce our role as a leader in climate resilience.

Risk: Over the medium term, climate-related shifts in peril frequency, severity, and geography may influence portfolio concentration, claims volatility, and the availability or affordability of coverage in certain markets. Regulatory expectations related to rate filings, pricing practices, and consumer protection may also affect the pace at which insurers can reflect evolving risk in product and pricing decisions. AmFam actively evaluates these dynamics through enterprise risk management, catastrophe modeling, underwriting governance, and regulatory engagement to support responsible growth, market stability, and continued protection for policyholders.

Long-term (5 years +):

Opportunity: AmFam will continue to engage in industry-wide discussions on climate-related opportunities in insurance, with a focus on adaptation, community resilience, and advancements in climate analytics. These discussions will inform the evolution of our strategy and capabilities as the market continues to develop.

Opportunities will be continuously evaluated through our climate risk assessment and scenario analysis, providing a deeper understanding of where to prioritize action across products, markets, and geographies. This ongoing evaluation enables more targeted innovation, improved alignment of offerings to emerging customer needs, and more effective support of our policyholders and communities.

Risk: Over the long term, persistent changes in climate patterns could contribute to structural changes in the frequency, severity, and correlation of certain perils, with potential implications for insurability, capital requirements, and the cost of risk transfer. These conditions may require continued refinement of underwriting strategies, product design, resilience investments, and capital planning as risk characteristics evolve. AmFam's approach is to assess these long-duration risks through scenario analysis, emerging risk processes, catastrophe management capabilities, and enterprise planning so that the company can adapt its strategies while continuing to support customers and communities in a financially disciplined manner.

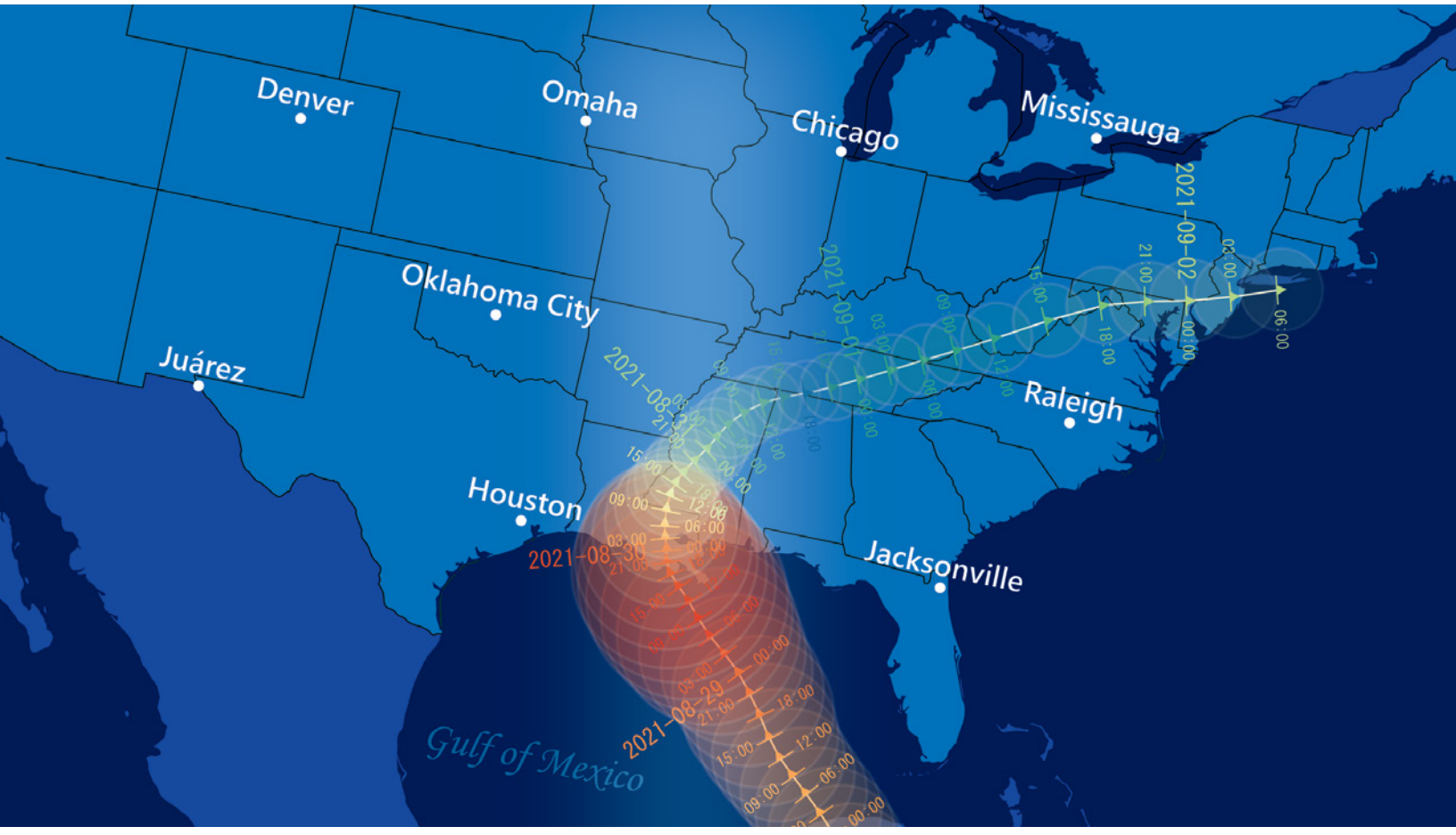


STRATEGY

Describe the impact of climate-related risks and opportunities on the organization's business, strategy, and financial planning.

AmFam integrates climate-related risks and opportunities into its business strategy and financial planning, as outlined in its Sustainable Business Framework. With the increasing frequency and severity of natural disasters due to climate change, AmFam invests in advanced modeling and data analytics to better predict and manage related claims. The company's primary lines of business include property and casualty, commercial, and farm and ranch. AmFam offers insurance products in all 50 states, which exposes the company to a wide range of weather-related perils and provides peril diversification. The company implements measures such as exposure management and policy and pricing enhancements.

AmFam intentionally manages its operational footprint by balancing cost discipline, operational efficiency, risk management, and environmental impact across its energy consumption, fleet operations, facilities and waste management. The company discloses associated Scope 1 and Scope 2 emissions for transparency and in alignment with reporting standards. These operational measures are distinct from, and not a substitute for, our core climate focus of leading the industry in understanding and proactively responding to the critical impacts of a changing climate on our business and on the evolving needs of our customers. The company proactively complies with stringent regulations to enhance transparency and avoid legal and financial penalties, including adherence to emissions standards, climate-related financial disclosures, and reporting requirements.



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Describe the resilience of the organization's strategy, taking into consideration different climate-related scenarios, including a 2°C or lower scenario.

In 2023, we published our climate strategy under the company's Sustainable Business Framework. Through this work we will proactively respond to the impacts of climate on our business and the needs of our policyholders, while investing in the resiliency of the communities we serve.

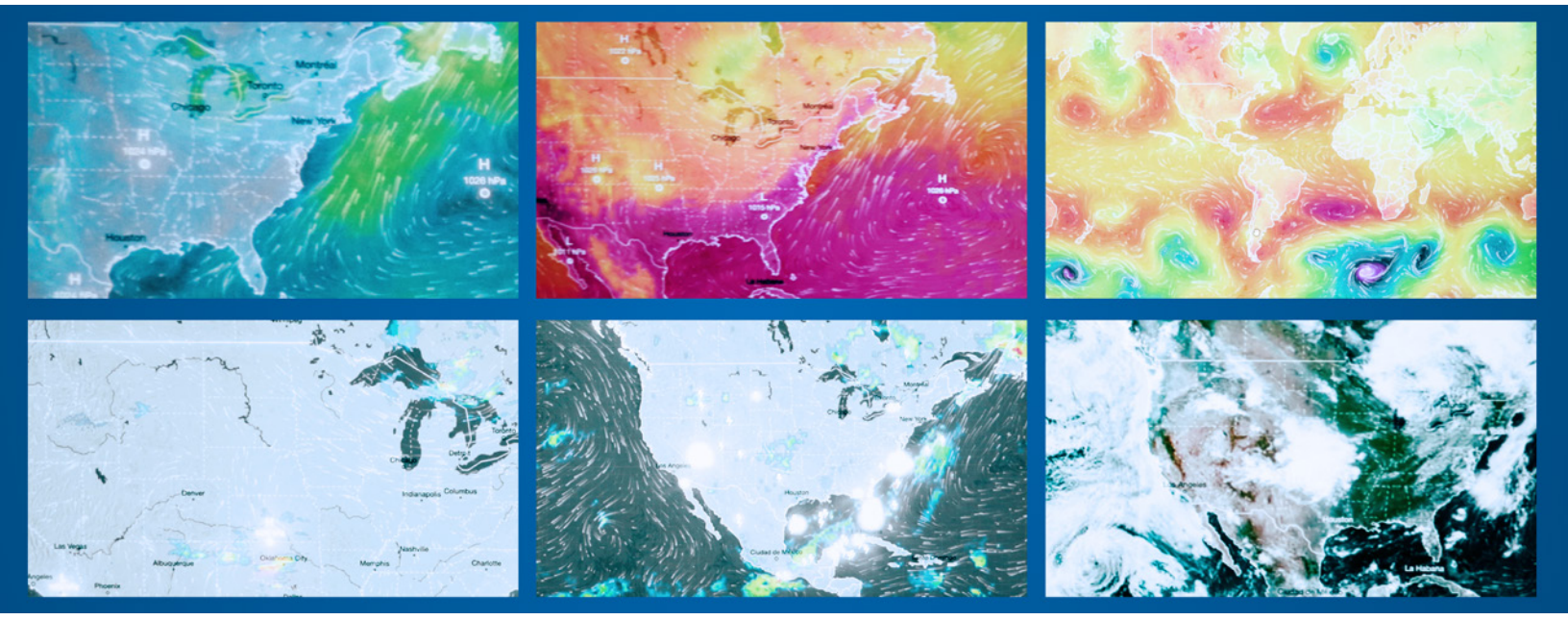
We recognize that changing weather patterns and evolving catastrophe risks are impacting our business, our customers, and the communities in which we operate. Changing weather patterns have led to more extreme and damaging weather events, which are putting our customers and communities at risk and raising the importance of individual, property, and community-level resilience efforts. These evolving threats require new strategies that prioritize climate resilience and proactive protection for our current and future policyholders, particularly those most impacted by climate change.

As we continue to address the challenges of a changing climate, our commitment to understanding its impact on our business and policyholders led us to take further action. Annually, we work with our catastrophe model vendors and university partnerships to model different climate scenario impacts on our business.

AmFam's climate scenario analysis is anchored in SSP2, SSP3, and SSP5 pathways that management views as most decision-useful for evaluating physical risk to the insurance portfolio over relevant planning horizons. AmFam continues to evaluate available climate scenarios and modeling capabilities as methodologies mature and as regulatory expectations evolve.

Our strategy for products and services is influenced by climate-related risks and opportunities in several ways:

1. **Model for the Future:** We utilize multiple catastrophe models to evaluate risk arising from natural catastrophe perils, and to more closely approximate experience or account for volatility. While the models continue to become more sophisticated, there is still uncertainty around the outputs. For this reason, we employ an approach that considers historical loss experience, total insured values at risk (by location), and model output. Additionally, we use climate-conditioned catastrophe models for hurricane and wildfire.



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2. **Data:** We minimize uncertainty and variability in our results by ensuring high-quality data model inputs. Catastrophe modeling results are included in our capital adequacy modeling and stress testing analysis and provide assurance that the organization's level of capital is adequate for both catastrophe risk, as well as other risks faced.

3. **Innovative Solutions:** We strive to provide solutions that create value for our customers while meeting emerging climate-related risks and opportunities. One solution that we provide to customers is The Weather Protection Report. This is a report that can be run for any customer or potential customer in the United States. In it, agents are able to share details with the customer on their property's past, present, and future risk for flood, wildfire, earthquake, and hail in an easy-to-read format. This offers customers data to help them better understand their property's current and future risk profile, which helps educate the public on rapidly changing weather patterns as well as help de-mystify the effects of climate change, as it applies to their property, community and region.

4. **Strategic Partnerships:** Recognizing the impact of climate risks on our offerings, we are dedicated to researching and developing innovative solutions that enhance the resilience of our products for our customers. Key partnerships AmFam advanced during 2025 include:

   a. In support of advancing climate resilience and reducing weather-related losses across the communities we serve, American Family partnered with Smart Home America, Habitat for Humanity affiliates, and the Insurance Institute for Business & Home Safety (IBHS) to expand awareness and adoption of IBHS FORTIFIED™ construction standards across Minnesota and Wisconsin. Through this partnership, American Family is supporting workforce training for insurance professionals, builders, contractors, and evaluators while helping facilitate the installation of FORTIFIED roofs on eligible homes in underserved communities. FORTIFIED standards are designed to strengthen homes against severe weather hazards such as hail and wind, reducing the frequency and severity of property damage. By promoting resilient building practices and supporting broader adoption of proven mitigation measures, this partnership advances community resilience, helps reduce climate-related property risk, and supports our commitment to developing scalable adaptation solutions that better protect customers and communities from the impacts of a changing climate.

   b. At AmFam's headquarters in Madison, WI, we have partnered with the Insurance Institute for Business & Home Safety (IBHS) through a first-of-its-kind national study that will support researchers through 2034. The installation of a roof farm has enabled research into the resiliency of different roofing materials and how they are affected by our changing climate. The study will determine how Midwest weather affects different brands of roofing material, using a dozen scientifically instrumented roof structures. This location is part of a larger, ongoing study driven by IBHS and other participating member companies with the goal of expanding longevity and durability, which will ultimately help customers mitigate risk.

   $20M investment in UW-Madison Data Science Institute

   c. In our commitment to advancing weather and climate research, we have cultivated strong partnerships with university systems. In 2019, AmFam proudly announced a $20 million investment in data science initiatives at the University of Wisconsin-Madison. This investment includes $10 million dedicated to establishing the Data Science Institute, and another $10 million allocated for research funding over ten years. To advance our climate and resilience strategy, we have launched a multidisciplinary Strategic Advisory Group (SAG). The SAG is defining a structured portfolio of climate-focused research spanning severe storms, wildfires, policy interventions, and customer behavior. As part of this work, the SAG is delivering a set of ten prioritized research projects that will shape a multi-year research agenda. Through this effort, the team is translating data science and

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climate modeling into actionable business insights and policy recommendations—such as evaluating the impact of building codes and leveraging historical catastrophe data. In addition to identifying priority research opportunities, the SAG is establishing a long-term strategy and engagement model to scale collaboration, deepen academic partnerships, and position American Family as a leader in data-driven climate resilience.

AmFam is contributing to the advancement of national research centers

d. In 2024, AmFam participated in planning meetings for the National Science Foundation (NSF) and National Oceanic and Atmospheric Administration (NOAA) Industry-University Cooperative Research Center (IUCRC) focused on modeling catastrophic impacts and risk assessment of climate change. In 2025, AmFam advanced its engagement and formally joined two of these centers as Industry Advisory Board members. These collaborative research initiatives bring together academic institutions, federal agencies, and insurance industry partners to advance climate science relevant to insurance applications. The centers support cutting-edge research in climate-informed catastrophe modeling, extreme weather attribution, and risk analytics to improve the industry's ability to assess and manage climate-related risks. By supporting these centers, AmFam is contributing to the advancement of national research centers that align scientific innovation with insurance sector needs.

5. **Leverage Existing Technology:** We are evolving and expanding our usage-based insurance (UBI) product offerings to provide incentives to customers who drive fewer miles and less aggressively, encouraging lower carbon emissions.



Roof farm at AmFam's headquarters in Madison, WI, in partnership with IBHS.

RISK MANAGEMENT



RISK MANAGEMENT

Describe the organization's process for identifying and assessing climate-related risks.

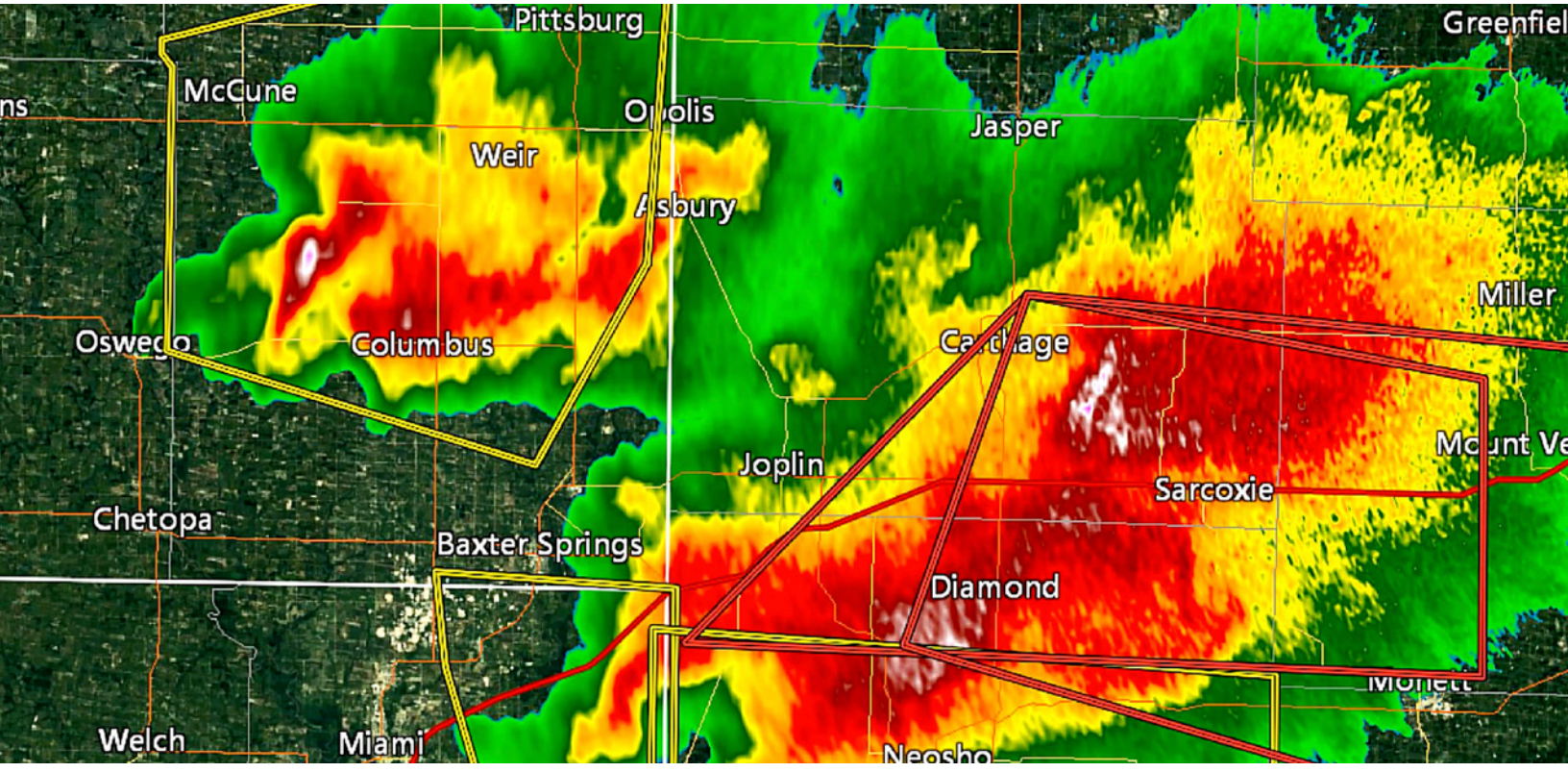
AmFam has adopted an Enterprise Risk Framework that includes governance, culture, and a risk management process that encompasses activities to identify, assess, treat, monitor, and report risk.

Risk identification occurs continuously throughout the year across multiple mechanisms. ERM conducts surveys, participates in regular meetings with management to gather business intelligence, explores industry risk developments, and discusses recent events that could pose new risks. Once identified, risks are aligned to the overall risk universe or emerging risk radar for documentation and reporting.

The organization uses both quantitative and qualitative factors in its assessments, recognizing that some risks cannot be evaluated solely through numeric data. Each assessment considers the potential opportunities and consequences of a risk, as well as any related mitigation needs, including for climate-related risks.

Impact is a measure of the severity or magnitude of adverse consequences of the risk to the organization. Risk impact is assessed using a scale of Severe, Major, Moderate, Minor and Insignificant. Risks with a Severe, Major, or Moderate impact represent a substantive financial or strategic impact to the business.

The impact of a risk event may be measured as loss of revenue, increased expenses or losses, damaged reputation, legal or regulatory consequences, impact on achievement of strategic objectives, impaired customer satisfaction, or reduced staff morale. Impact levels range from insignificant to severe. As most enterprise risks pose a threat to reputation, the potential negative impact on reputation is included in the impact scale and is considered when determining the potential adverse consequences of each risk.



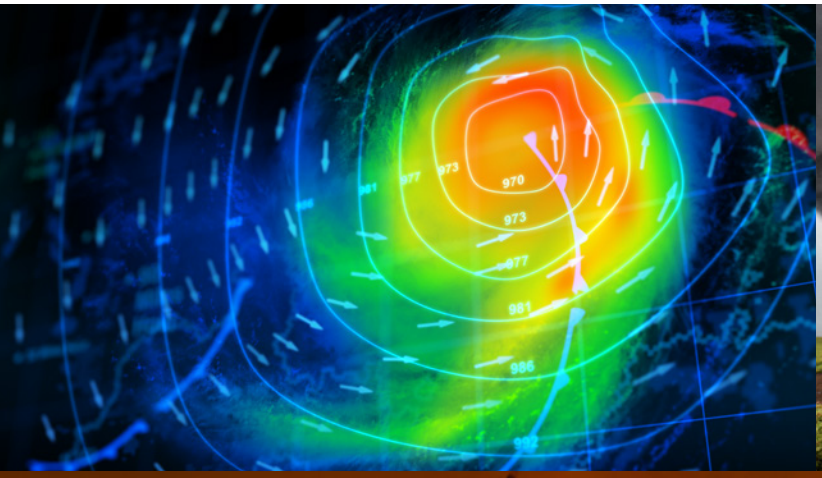
RISK MANAGEMENT

Describe the organization's processes for managing climate-related risks.

AmFam manages climate-related risks through its Enterprise Risk Management framework. Climate-related risks are evaluated alongside other enterprise risks using established governance, assessment, monitoring, and reporting processes. Annual climate risk assessments, scenario analysis, and catastrophe modeling help inform risk prioritization, capital management, business planning, and resilience activities. In 2025, the enterprise expanded its climate risk assessment to evaluate risk based on impact, likelihood and velocity. Dimensions identified and assessed include climate risk categorization (physical and transition), the value chain stage where the risk occurs, geographic location, time horizon, and financial implications of the risk and risk response.

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

American Family Insurance integrates climate-related risks into its Enterprise Risk Management (ERM) framework to identify, assess, manage, and monitor potential impacts across the organization. Both physical and transition climate risks are evaluated based on their timing and potential business impacts and are incorporated into enterprise risk reporting, prioritization, and decision-making processes. Through cross-functional governance, annual climate risk assessments, and climate scenario analysis, AmFam evaluates evolving climate-related risks and opportunities to inform business planning, strengthen organizational resilience, and support long-term strategic objectives.







METRICS AND TARGETS



METRICS AND TARGETS

Disclose the metrics used by the organization to assess climate-related risks and opportunities in line with its strategy and risk management process.

Risk Management Metrics

AmFam's ERM team specializes in catastrophe management and modeling with a dedicated catastrophe modeling team. Our ERM Catastrophe Risk Modeling team maintains exposure databases and models losses for key perils, then reports on modeled losses on a quarterly basis.

Managing catastrophe exposures protects the financial strength of AmFam and improves the economic value and performance of the business by supporting strategic decisions. We seek to manage both the frequency and severity of catastrophe risks, including:

- Individual risk thresholds that support our strategy for assessment of catastrophe risk across the businesses. Frequency losses (an accumulation of smaller loss events) are measured by the models as variation around the average annual loss (AAL) and mitigated by aggregate reinsurance protection.
- Severity losses (large, single occurrence events) are measured by the models as probable maximum loss (PML) and are mitigated by occurrence reinsurance protection.

Catastrophe models offer the most complete and robust view of physical risk caused by climate risk, based on the current view of the climate. Historically they have not considered climate change explicitly as they provide backward looking analysis to best fit observed weather or natural hazard loss scenarios. However, an increasing number of models are coming onto the market that are representative of the near-term risk or based on what to expect over the next five years. Our ERM Catastrophe Management team continues to evaluate available climate change modeling technology to better understand its usage and limitations.

As part of risk quantification, we use an economic capital model to evaluate these risks and ensure that sufficient capital exists to meet our responsibility to our policyholders in the event of unlikely, extreme scenarios such as an investment or catastrophe event. ERM monitors extreme catastrophe model events that are beyond what the organization has experienced in its history to ensure it understands the impacts to capital, claim handling, reinsurance, and other resources from extreme events. They also perform catastrophe stress scenario testing that considers weather related catastrophes that are more extreme than experienced historically.

GHG Emission Metrics

The company monitors and discloses GHG emissions across Scope 1 and Scope 2 emissions. These metrics provide insight into our operational footprint and inform decision-making related to climate strategy, transition risk exposure, and stakeholder expectations.

Climate Accountability Metrics

The Sustainable Business Framework Council is an assembly of leaders from across the organization, who monitor the success and implementation of this strategy. Each division with representation on the Sustainable Business Framework Council is responsible for tracking and managing key performance indicators relevant to their respective areas, ensuring that the organization's climate accountability metrics are consistently aligned with strategic objectives.



METRICS AND TARGETS

Disclose Scope 1, Scope 2, and, if appropriate, Scope 3 GHG emissions, and the related risks.

The following is a summary of AmFam's GHG inventories from CY 2024 and 2025. In 2023, AmFam broadened the scope of our greenhouse gas inventory to encompass the emission data from all subsidiaries and operating companies and established 2023 as a new base year, allowing us to monitor our operational emissions over time. AmFam continues to invest in operational technology and automation to optimize building efficiency, reduce energy consumption, and minimize operational waste. Other opportunities for reduction can be found in, but are not limited to, our fleet operations, and within upstream transportation and distribution, through paperless options for customers. Additionally, AmFam continues to investigate the opportunity to partner with local energy providers for renewable energy projects that will benefit the communities we serve.

Total Scope 1 and Scope 2 emissions decreased approximately 10.5% from 2024 to 2025, driven primarily by a reduction in electricity-related emissions (~17%). This decline reflects continued progress in improving AmFam's operational efficiency and reducing our environmental impact; however, it was partially offset by higher stationary combustion emissions. Reductions in mobile sources and refrigerant emissions further contributed to the overall decrease.

10.5% reduction in Scope 1 + Scope 2 emissions
from 2024 to 2025

Our carbon footprint is measured in line with the Greenhouse Gas Protocol: A Corporate Accounting and Reporting Standard (Revised Edition) methodology.

The GHG emissions data contained in this report have been subjected to internal verification and AmFam has obtained limited assurance of our Scope 1 and 2 (Location and Market-Based emissions) inventories for 2023 (baseline), 2024, and 2025 calendar years. Please see our verified data below and the verification statements linked for additional details pertaining to the verification process.

EMISSIONS SUMMARY (Metric tons CO2e)	2025 EMISSIONS	2024 EMISSIONS	2023 EMISSIONS (Base year)	% CHANGE FROM BASE YEAR
Scope 1*	12,324	12,307	12,397	-0.6%
Scope 2- Location-based**	15,318	18,567	22,333	-31.4%
Scope 2- Market-based**	15,318	18,567	22,333	-31.4%
TOTAL Scope 1 and Scope 2	27,642	30,874	34,730	-20.4%
Letter of Verification	LINK	LINK	LINK	

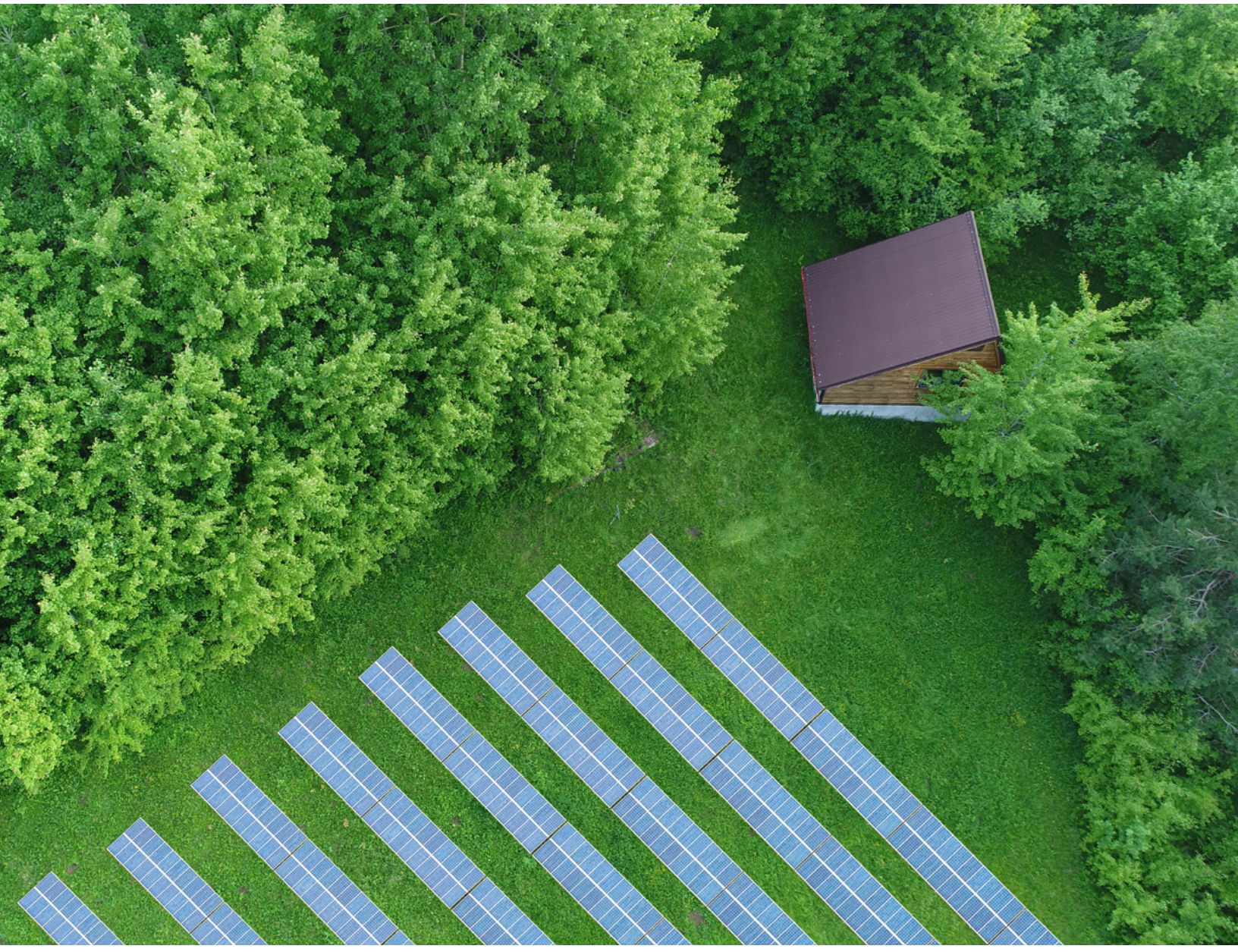
*Scope 1 emissions consist of stationary combustion, mobile sources, and fugitive emissions from refrigerants.

**Location-based and market-based emissions are identical for the reported years because no contractual instruments (e.g., renewable energy certificates, power purchase agreements, or supplier-specific emission factors) were used during the reporting period and therefore were not reflected in the inventory.

METRICS AND TARGETS

Describe the targets used by the organization to manage climate-related risks and opportunities and performance against targets.

AmFam's climate-related targets and priorities are centered on resilience, transparency, and preparedness. The company conducts an annual climate risk assessment and scenario analysis to evaluate physical climate risks to inform capital planning, risk exposure, managed growth, and product development. AmFam also tracks Scope 1, Scope 2, and Scope 3 emissions internally and publicly discloses third-party verified Scope 1 and Scope 2 emissions, reflecting continued operational efficiency and transparency efforts. While AmFam's current climate priorities are primarily focused on resilience and risk preparedness, the company continues to evaluate metrics and methodologies that can support decision-useful climate-related reporting over time.



2026 TASK FORCE ON CLIMATE-RELATED FINANCIAL DISCLOSURES REPORT



AMERICAN FAMILY INSURANCE®
Insure carefully, dream fearlessly.

American Family Mutual Insurance Company, S.I. & its Operating Companies, 6000 American Parkway, Madison, WI 53783