



PRESS RELEASE

Bank Al-Maghrib and the World Bank publish a joint report on climate risk assessment in the Moroccan banking sector

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Bank Al-Maghrib and the World Bank have issued a report of their joint study on climate risks in the Moroccan banking sector. This exploratory work is the first of its kind in the MENA region. The assessment conducted in this report addresses both physical climate risks and those stemming from the transition to a low-carbon economy.

This first-ever assessment measures the level of exposure of bank portfolios to drought and flood risks, as well as to those associated with the implementation of a carbon tax. The study also includes an analysis of banks' vulnerability to hypothetical climate shocks.

Furthermore, the publication highlights the challenges inherent in the scarcity of sufficiently granular data on the one hand, and the complexity of grasping the interplay between climatic, economic, and financial factors, on the other hand.

The report is part of Bank Al-Maghrib's endeavors to factor in the impacts of climate change on the banking sector, and to support the sector's operators in establishing measurement and management processes for the associated risks.

The document can be downloaded via the following link:

<https://documents.worldbank.org/en/publication/documents-reports/documentdetail/099040924013528667/p175074139948c00a1ae591466b51bbb4d6>

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