



# Innovate 2 Invest

STOXX

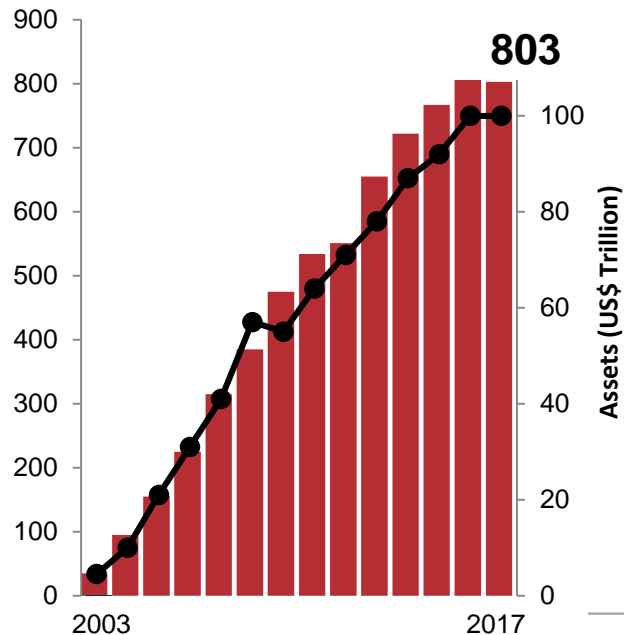
March 2017

Rick Stathers

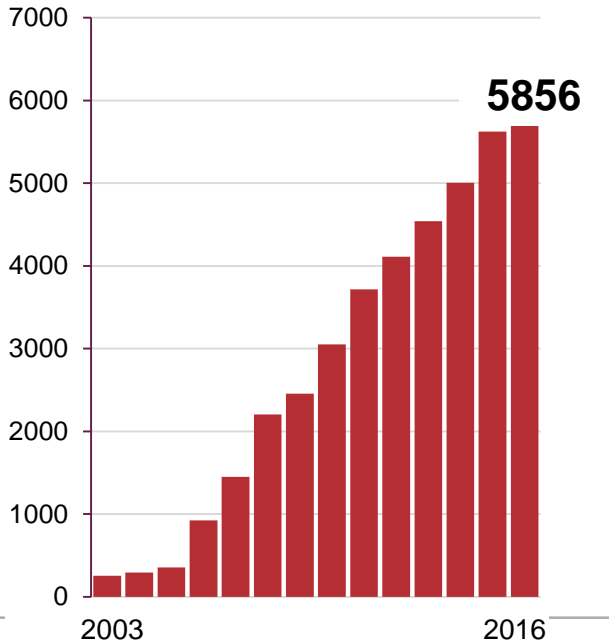
Head of Investor Initiatives

# Robust growth: signatories, companies, cities

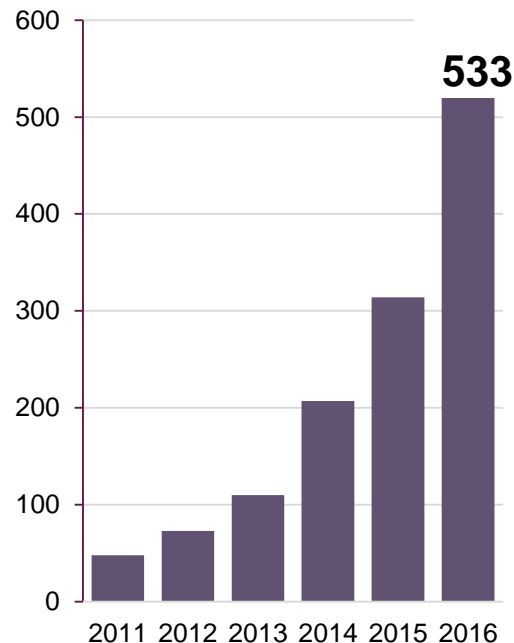
Number of signatories



Number of responding companies



Number of responding cities



# Addressing CC in portfolio management

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## ▼ Engagement

- Gap analysis/fact finding
- Change facilitation
- Voting (Shareholder resolutions, AGMs, EGMs)

## ▼ Integration

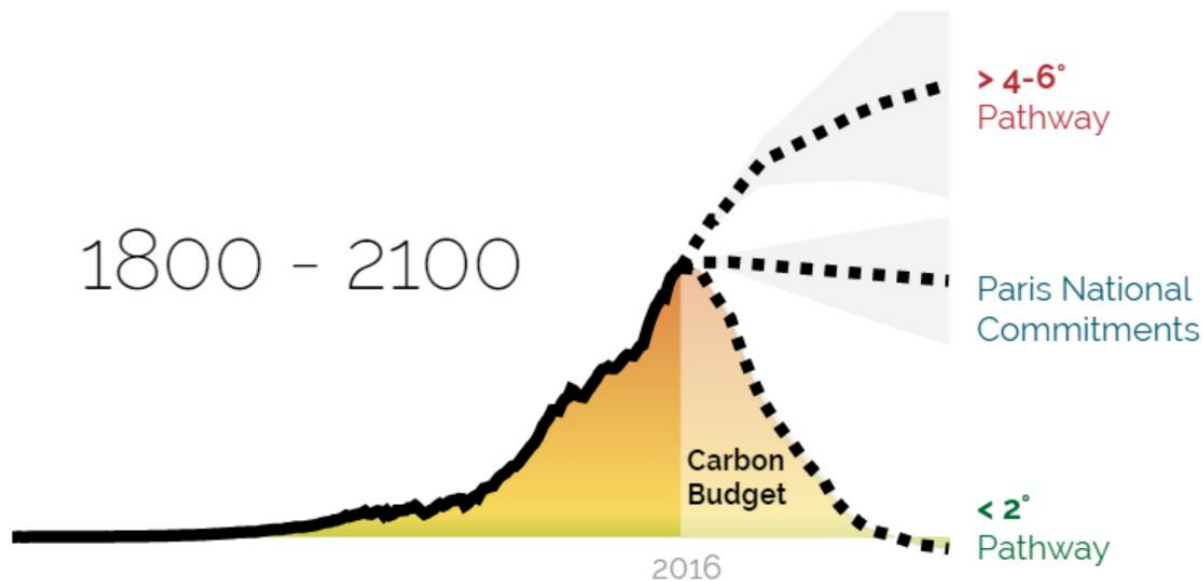
- Valuation
- Stock/sector allocation
- Portfolio tilting

## ▼ Outcomes

- Portfolio assessment

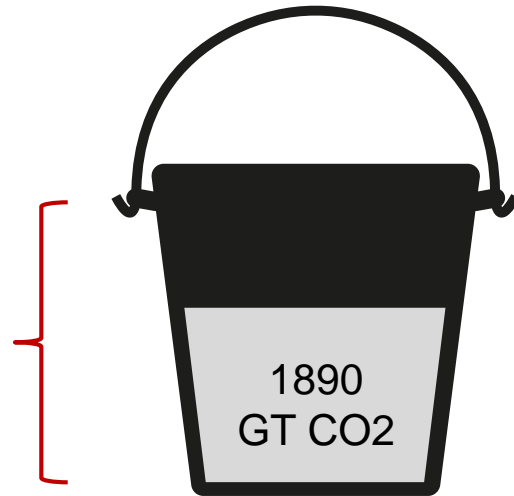
# Science Based Targets

# Aligning targets with climate science



# Aligning targets with climate science

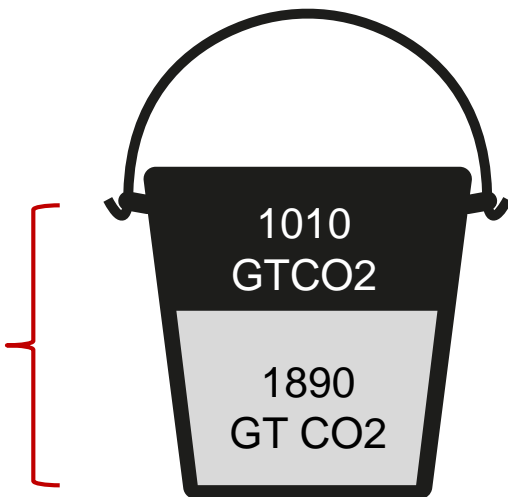
Bucket:  
< 2°C carbon budget



Cumulative emissions

# Aligning targets with climate science

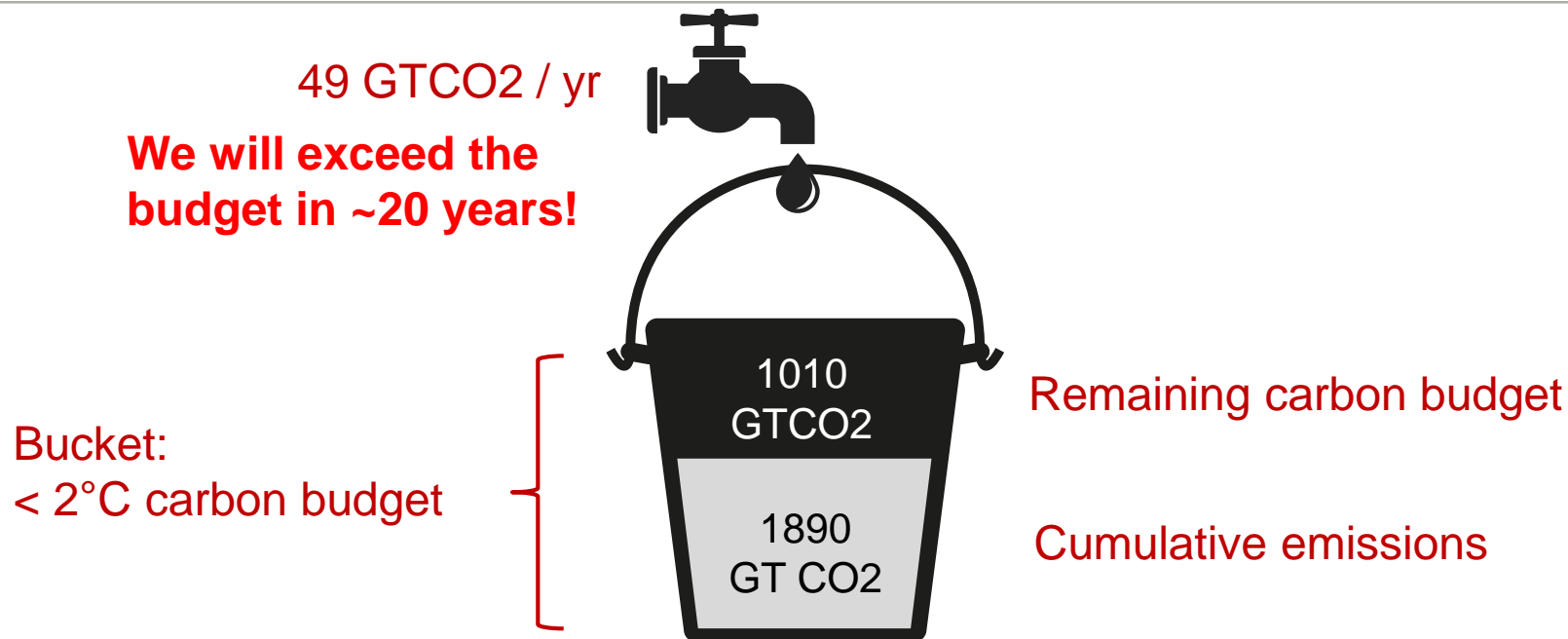
Bucket:  
< 2°C carbon budget



Remaining carbon budget

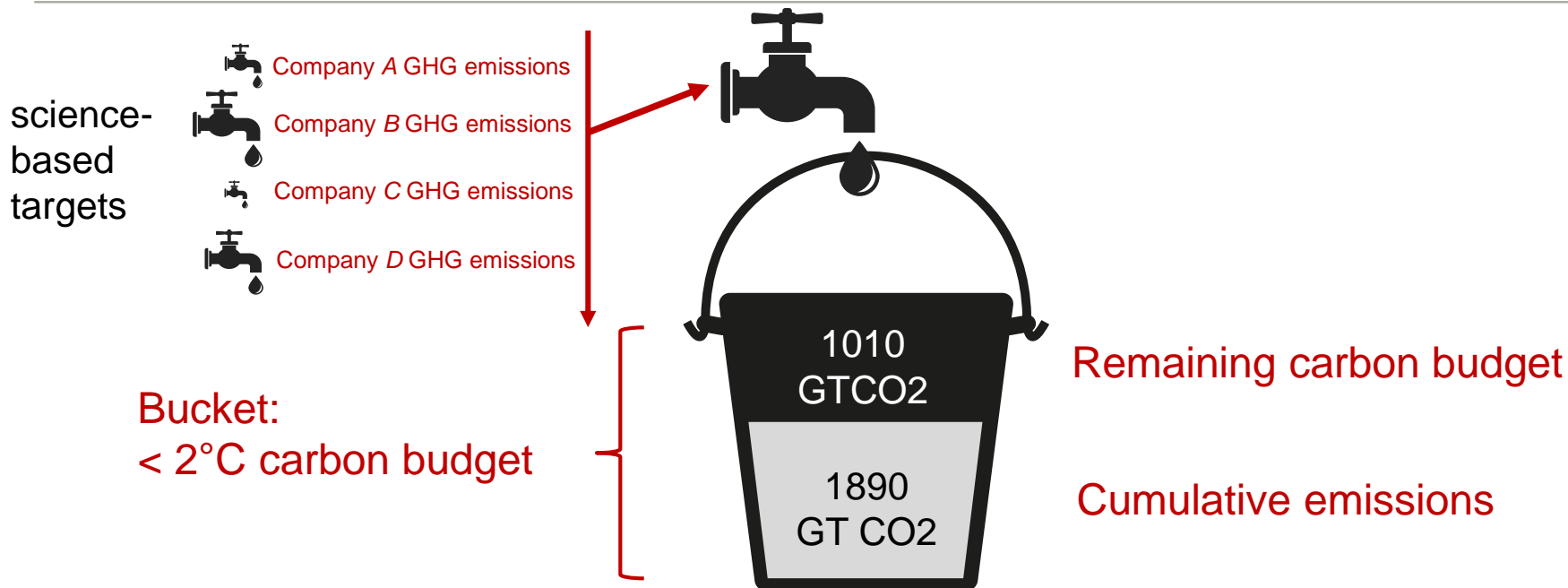
Cumulative emissions

# Aligning targets with climate science





# Aligning targets with climate science



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# Companies demonstrating climate leadership

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As of February 15<sup>th</sup> 2017:

- ▼ 211 companies have committed to setting science-based targets
- ▼ 35 companies have approved targets

# Assessing low-Carbon Transition (ACT)

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## Commitment

Has your company committed to a low-carbon future vision?

Are your emissions reduction targets ambitious enough to get there?

How quickly are you planning to act?

## Transition plan

Do you have a transition plan to achieve your low-carbon vision?

Will it drive the evolution of your business?

## Present

Does your current strategy lead to a decrease in emissions in the short-term?

Are your investment decisions today made with the long-term future in mind?

## Legacy

How do the business decisions you made in the past influence your emissions trajectory?

## Consistency

Is your business strategy consistent with your emissions reduction targets?

Do any of your activities undermine your ability to reach a low-carbon future?

## ACT Rating

The ACT rating combines quantitative and qualitative information on your past, present and projected future to reveal your alignment with the low-carbon transition.



**ACT** | **ASSESSING LOW CARBON TRANSITION**



# CDP disclosure scores

# CDP's scoring approach: scoring in levels

