



Investor
Group on
Climate
Change

Net Zero Implementation

PRI Climate Risk
Series APAC

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IGCC acknowledges the Traditional Custodians of Country throughout Australia and their continuing connections to land, sea and community.

We pay our respects to their Elders past and present.



Net zero implementation

1. What makes a net zero commitment credible?
2. What does effective implementation look like?
3. What support is available in this region?

Paris Aligned Asset Owners

56 asset owners with over US\$3.3 trillion in assets

Commitment statement

- Targets: Interim targets, real economy emissions reductions
- Implementation: drawing on Net Zero Investment Framework, climate action/transition plan
- Action: policy advocacy, engagement and stewardship strategy, engagement with managers, data providers, stock exchanges
- Target to reduce operational emissions
- Transparency: disclose targets and plan
- Accountability: annual survey on action taken

Asset Owners in Australia & New Zealand

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AIGCC Asset Owners Working Group

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Credible climate commitments

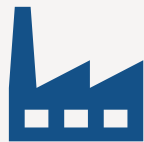
What makes a net zero commitment credible?



Interim targets (eg 2030)



Coverage across asset classes



Focus on real world emissions

What makes a net zero commitment credible?



Engagement & stewardship

- Investees, clients, beneficiaries, service providers, policymakers



Transition plan/strategy



Transparency & accountability

Net Zero investor initiatives support credible net zero commitments

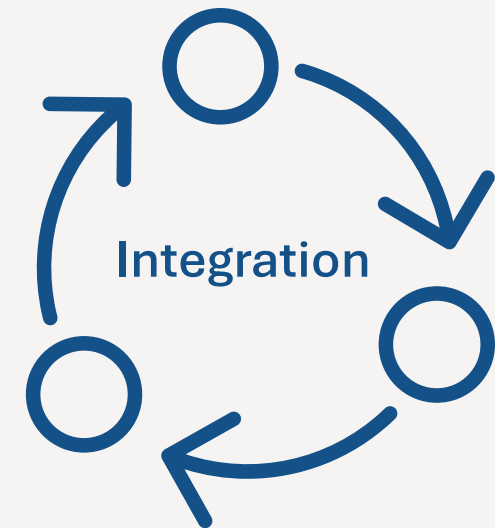
- ✓ Holistic and comprehensive approach
- ✓ Interim targets & robust target methodologies
- ✓ Commitment to increase AUM covered
- ✓ Transition/climate action plans
- ✓ Platform for demonstrating transparency & accountability on progress

Effective implementation

Lessons from working with IGCC members

Effective investors have...

- ✓ Support & direction from Board and C-Suite
- ✓ Buy-in and ownership by all investment teams
- ✓ Both asset and portfolio level focus
- ✓ Processes for monitoring & improvement



Support for investors

State of Net Zero Investment

- 3 surveys: Australia, New Zealand, Asia
- Across key areas of investor climate action

Why?

- Snapshot of investor progress
- Identify barriers and gaps
- Inform the focus of our activities



Click to register for Asia report launch on 8 April



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Working Groups & Activities

- Investor Practice: targets and strategies, transition plans, implementation deep dives: real assets, climate solutions
- Corporate Engagement: CA100+ stewardship upskilling, AGM briefings
- Policy Advocacy: championing policies for a resilient net zero economy: just transition, disclosures, sector pathways



AIGCC
ASIA INVESTOR GROUP
ON CLIMATE CHANGE

Working Groups & Programs

- Paris Aligned Investment
- Engagement & Policy
- Physical Risk & Resilience
- CA100+
- Energy Transition
- Forest & Land use
- China working group
- Japan working group
- Asian Utilities Engagement Program

*Working groups, peer-to-peer dialogues, roundtables, resources, masterclasses
Target review as part of international initiatives*

Topics on the minds of investors...

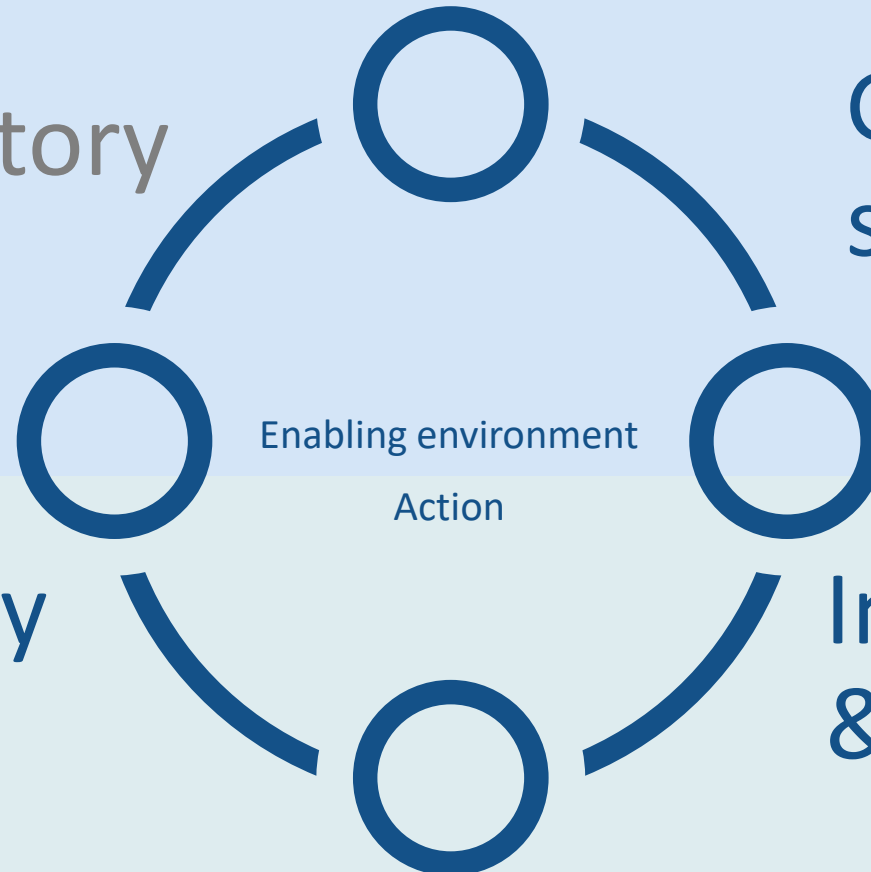
- **Climate solutions**
 - Credible commitments and strategies
 - Defining and measuring investment
- **Investee scope 3 emissions**
 - Uses and limitations of data
 - Considerations for targets & reporting
- **Physical risk & resilience**
 - Expectations of listed equities
 - Infrastructure and real assets



Conclusion

Policy & regulatory settings

Governance, strategy, targets



Enabling environment
Action

Policy advocacy

Investment strategy & decision-making

Investee & market engagement



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