



Nordics Sustainability Webinar: Preparing for ‘net zero emissions’ by 2050, are we on the right path?

16 June 2020

Marketing material for professional investors or advisers only.

Speakers



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UN-CONVENED **NET-ZERO** ASSET OWNER ALLIANCE



OUR AGENDA IS CLIMATE CHANGE AND A GLOBAL ALLIANCE TO BE PART OF THE SOLUTION

THE CHALLENGE

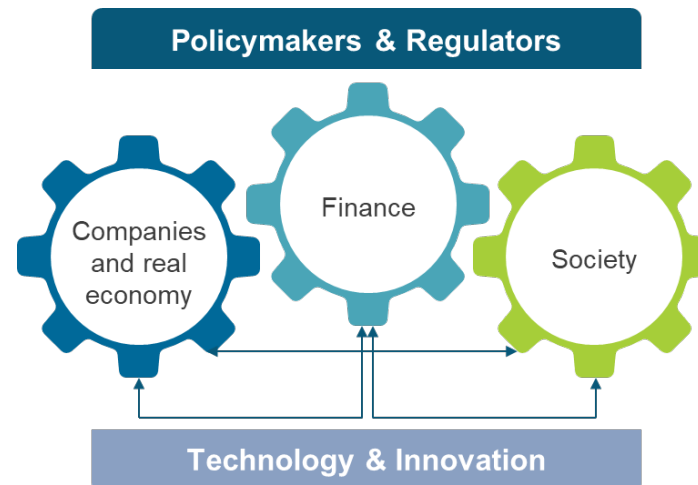
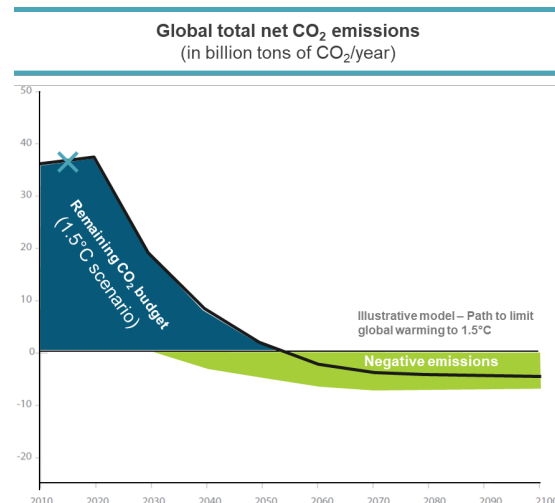
Joint climate action to limit global warming to 1.5C

THE SOLUTION

Coordinated action across the whole economy

THE ALLIANCE

Asset Owners as part of the solution



01

strengthen asset manager and portfolio company engagement by jointly leveraging existing efforts

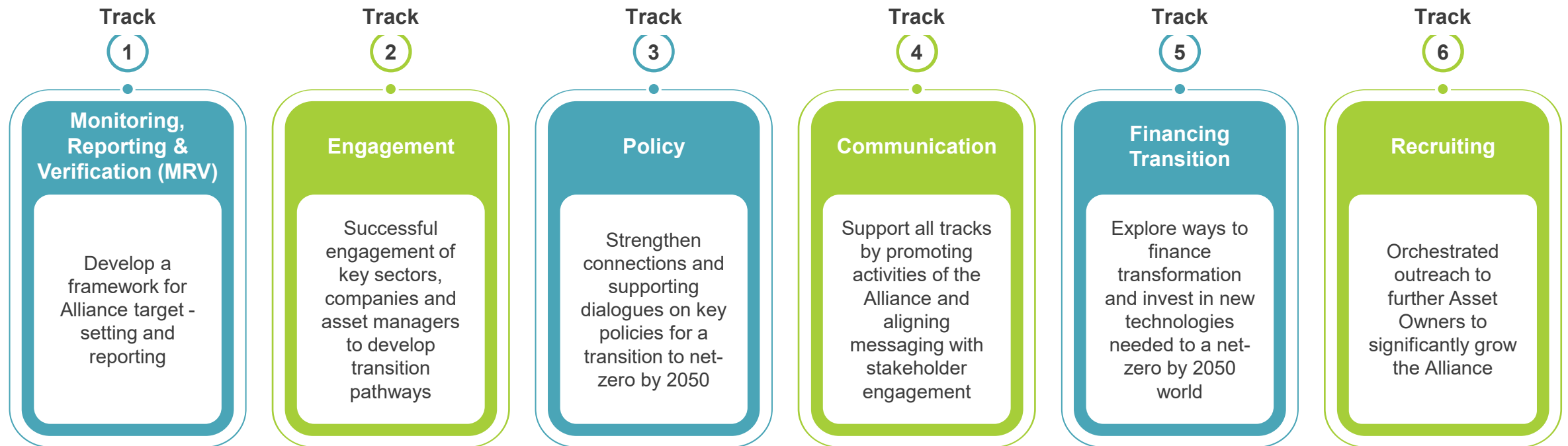
02

amplify asset owner requests to policymakers for a stable and supportive policy environment

03

To ease navigation and develop commonly standard frameworks and to close potential gaps

DIFFERENT TRACKS REFLECT THE AMBITION AND OBJECTIVES OF THE COMMITMENT



A scenic mountain landscape featuring a calm lake in the foreground, reflecting the surrounding forested mountains and a clear blue sky. The scene is overlaid with a semi-transparent green gradient. The text "THANK YOU" is centered in a bold, white, sans-serif font.

THANK YOU



Sustainability at Schroders

Andrew Howard, Head of Sustainable Research

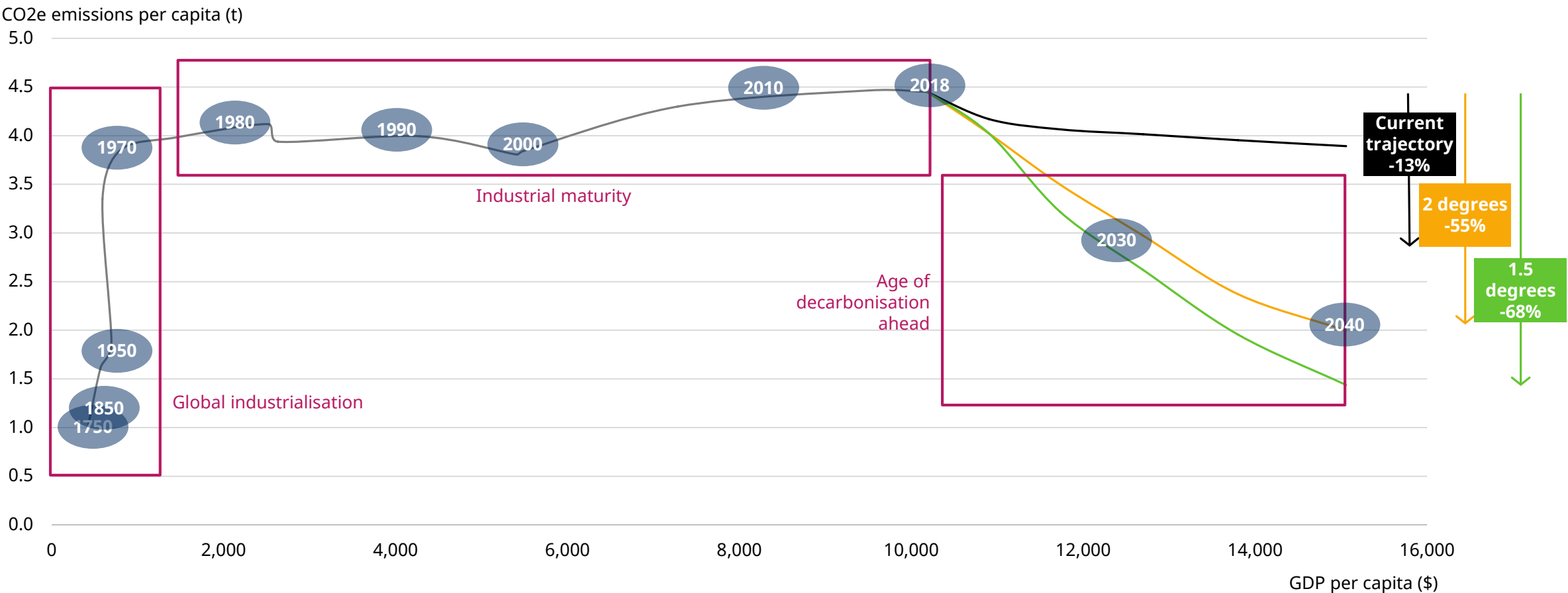
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A new era for carbon intensity

Return to pre-industrial emissions with continued economic expansion

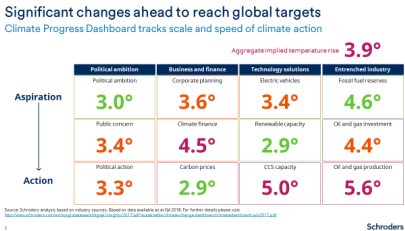
Carbon emissions per capita vs. GDP per capita since 1750



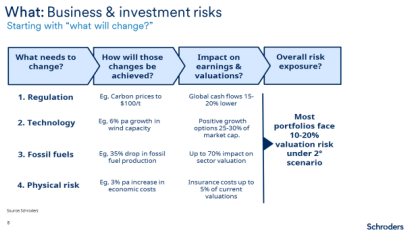
Source: BP Statistical Review, Maddison (OECD), UNFCC, IEA, IIPCC, UN Population Division, Schroders.

Separating the climate question into when and what

Building a climate risk measurement & management toolkit



Climate Progress Dashboard tracks pace and scale of climate action



Climate risk analyses (Carbon VAR, Physical risk etc) examine impacts of action on investments & portfolios



Tracking the pace and scale of climate action

Significant changes ahead to reach global targets

Aggregate implied temperature rise **3.9°**

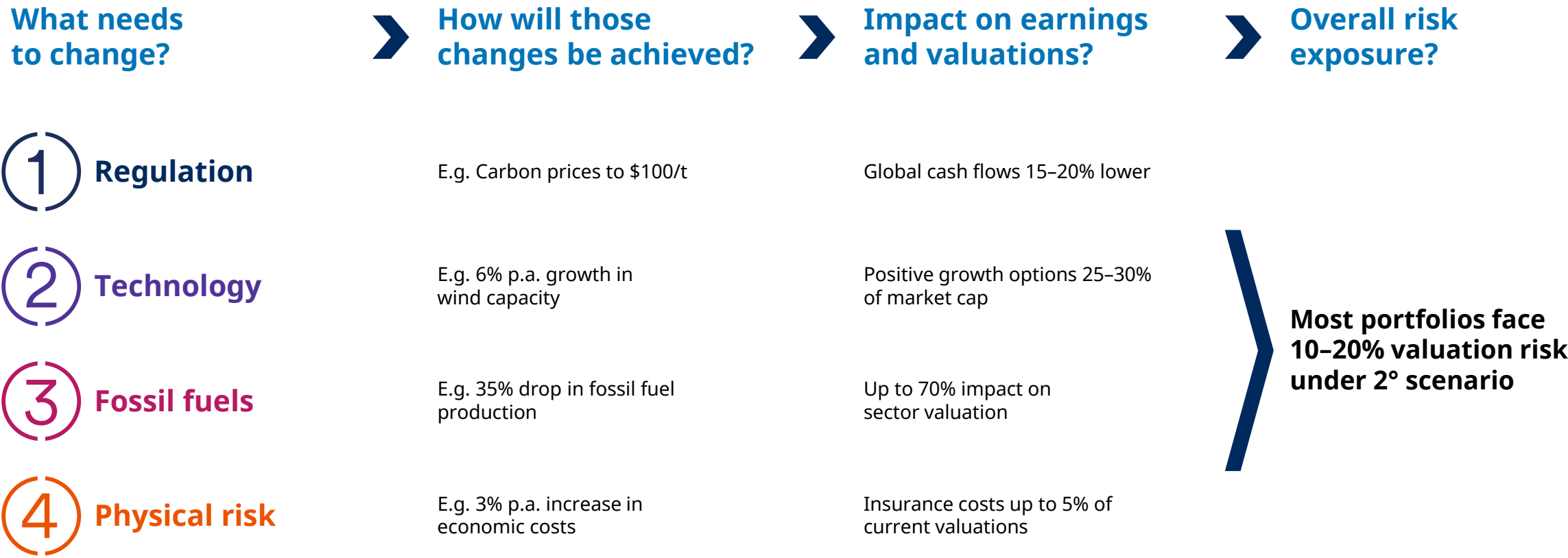
Political ambition	Business and finance	Technology solutions	Entrenched industry
Political ambition 2.8°	Corporate planning 3.4°	Electric vehicles 3.1°	Oil & gas investment 3.6°
Public concern 3.3°	Climate finance 5.5°	Renewable capacity 2.5°	Fossil fuel reserves 4.9°
Political action 3.0°	Carbon prices 4.3°	CCS ¹ capacity 4.9°	Fossil fuel production 5.9°

Source: Schroders analysis based on industry sources. Based on data available as at Q1 2020. For further details please visit:

<http://www.schroders.com/en/sysglobalassets/digital/insights/2017/pdf/sustainable/climate-change-dashboard/climatedashboard-july2017.pdf> ¹Carbon capture & storage.

Quantifying climate investment risks

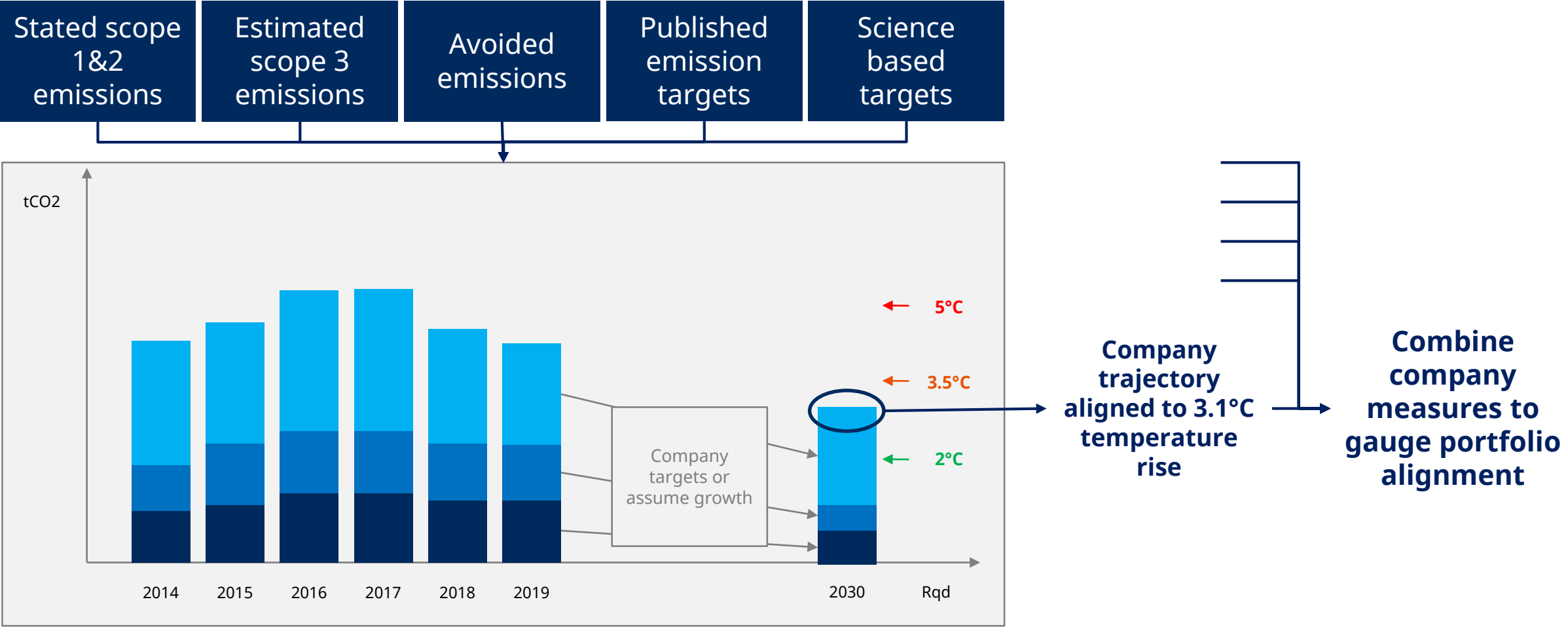
Starting with ‘what will change’



Source: Schroders.

Measuring portfolio outcomes

Climate change implied by portfolio emissions trajectories



Source: Schroders

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