

# FSB Task Force on Climate-related Financial Disclosures

Webinar: How You can Support the TCFD

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# AGENDA

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1. Why are we building support for the TCFD
2. Benefits to your organization
3. Steps to confirm support
4. Q&A

# 11 DISCLOSURE RECOMMENDATIONS

The four recommendations are supported by **specific disclosures** organizations should include in financial filings or other reports to provide decision-useful information to investors and others.

Governance	Strategy	Risk Management	Metrics and Targets
<p>Disclose the organization’s governance around climate-related risks and opportunities.</p>	<p>Disclose the actual and potential impacts of climate-related risks and opportunities on the organization’s businesses, strategy, and financial planning where such information is material.</p>	<p>Disclose how the organization identifies, assesses, and manages climate-related risks.</p>	<p>Disclose the metrics and targets used to assess and manage relevant climate-related risks and opportunities where such information is material.</p>
<p><b>Recommended Disclosures</b></p>	<p><b>Recommended Disclosures</b></p>	<p><b>Recommended Disclosures</b></p>	<p><b>Recommended Disclosures</b></p>
<p>a) Describe the board’s oversight of climate-related risks and opportunities.</p>	<p>a) Describe the climate-related risks and opportunities the organization has identified over the short, medium, and long term.</p>	<p>a) Describe the organization’s processes for identifying and assessing climate-related risks.</p>	<p>a) Disclose the metrics used by the organization to assess climate-related risks and opportunities in line with its strategy and risk management process.</p>
<p>b) Describe management’s role in assessing and managing climate-related risks and opportunities.</p>	<p>b) Describe the impact of climate-related risks and opportunities on the organization’s businesses, strategy, and financial planning.</p>	<p>b) Describe the organization’s processes for managing climate-related risks.</p>	<p>b) Disclose Scope 1, Scope 2, and, if appropriate, Scope 3 greenhouse gas (GHG) emissions, and the related risks.</p>
	<p>c) Describe the resilience of the organization’s strategy, taking into consideration different climate-related scenarios, including a 2°C or lower scenario.</p>	<p>c) Describe how processes for identifying, assessing, and managing climate-related risks are integrated into the organization’s overall risk management.</p>	<p>c) Describe the targets used by the organization to manage climate-related risks and opportunities and performance against targets.</p>

# WIDESPREAD SUPPORT FROM COMPANIES AND INVESTORS

In June 2017 more than 100 global CEOs signed a letter committing to support the Task Force's recommendations. Hundreds of additional companies have since joined statements of support for or commitments to implement the recommendations.

 Commit to implement the recommendations of the Task Force on Climate-related Financial Disclosures

Climate change poses serious risks to the global economy. Nonetheless, investors and financial markets lack clear and comparable information about which companies or assets are most exposed to this issue and which are best prepared.

To address this issue, companies are encouraged to commit to implement the recommendations of the [Task Force on Climate-related Financial Disclosures \(TCFD\)](#). The TCFD has published recommendations for reporting climate-related financial information in mainstream reports (annual financial filings).

Companies, investors and financial organizations globally are encouraged to implement the recommendations to allow a more efficient allocation of capital, improve the dialogue among all financial players and support a smooth and rapid transition to a low-carbon economy.

[Read the commitment](#)

## Global Investors Driving Business Transition

The Paris Agreement set an ambitious goal to hold average global warming to well below 2-degrees Celsius and to reach net zero greenhouse gas emissions by the second half of the century. Doing so will require significant cuts in global greenhouse gas emissions — on the order of 80 percent by 2050.

In support of the Paris Agreement, more than 400 investors representing more than US \$24 trillion signed the Global Investor Statement on Climate Change. The statement included the following commitment:

*"As institutional investors and consistent with our fiduciary duty to our beneficiaries, we will work with the companies in which we invest to ensure that they are minimising and disclosing the risks and maximizing the opportunities presented by climate change and climate policy."*

Climate Action 100+ is a new five-year investor initiative to engage with the world's largest corporate greenhouse gas emitters to curb emissions, strengthen climate-related financial disclosures and improve governance on climate change.

## Global CEOs call for greater disclosure of climate risks and opportunities



Image: REUTERS/Andrew Winning

3 July 2017

### LETTER FROM GLOBAL INVESTORS TO GOVERNMENTS OF THE G20 NATIONS

This letter is signed by 390 investors representing more than USD \$22 trillion in assets.

As long-term institutional investors, we believe that the mitigation of climate change is essential for the safeguarding of our investments.

We have previously conveyed our strong support for the Paris Agreement and we reiterate our call for governments to continue to support and fully implement the Agreement.

# WHAT DOES SUPPORT MEAN?

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- Support literally means support.
- We would like to see supporting organizations to begin working on implementing the TCFD recommendations
  - No set timeline
  - OK to only start on a portion of the recommendations
  - Reporting can be done in financial filings, sustainability reports, other reporting framework disclosures such as CDP and PRI
- There is no cost involved in supporting the TCFD

# BENEFITS OF SUPPORTING THE TCFD

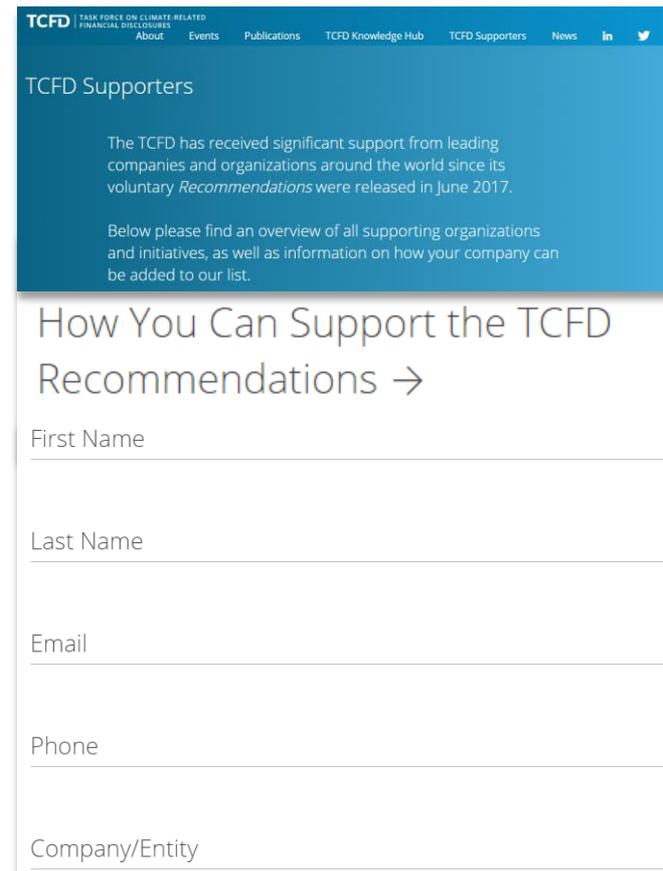
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Some of the potential benefits associated with supporting the Task Force's recommendations include:

- easier or better access to capital by increasing investors' and lenders' confidence that the company's climate-related risks are appropriately assessed and managed
- more effectively meeting existing disclosure requirements to report material information in financial filings
- increased awareness and understanding of climate-related risks and opportunities within the company resulting in better risk management and more informed strategic planning
- proactively addressing investors' demand for climate-related information in a framework that investors are increasingly asking for, which could ultimately reduce the number of climate-related information requests received
- public show of leadership and ability to shape what disclosure looks like for your industry

# HOW AND WHEN TO SUPPORT

- Visit [www.fsb-tcfd.org](http://www.fsb-tcfd.org) → Supporters tab → Fill out form to become a supporter
  - The Secretariat will then reach out to answer any final questions and confirm how to list the organization's name
- Email [info@fsb-tcfd.org](mailto:info@fsb-tcfd.org) or reply to event email.
- Submit confirmation **by September 20**



The screenshot shows the TCFD website's 'Supporters' page. At the top, there is a navigation bar with links for 'About', 'Events', 'Publications', 'TCFD Knowledge Hub', 'TCFD Supporters', and 'News'. Below the navigation bar, the page title is 'TCFD Supporters'. The main content area contains two paragraphs: the first states that the TCFD has received significant support since its 2017 recommendations, and the second invites organizations to provide an overview of their support. Below the text is a heading 'How You Can Support the TCFD Recommendations →' followed by a registration form with five input fields: 'First Name', 'Last Name', 'Email', 'Phone', and 'Company/Entity'.

# WHO CAN BECOME A SUPPORTER?

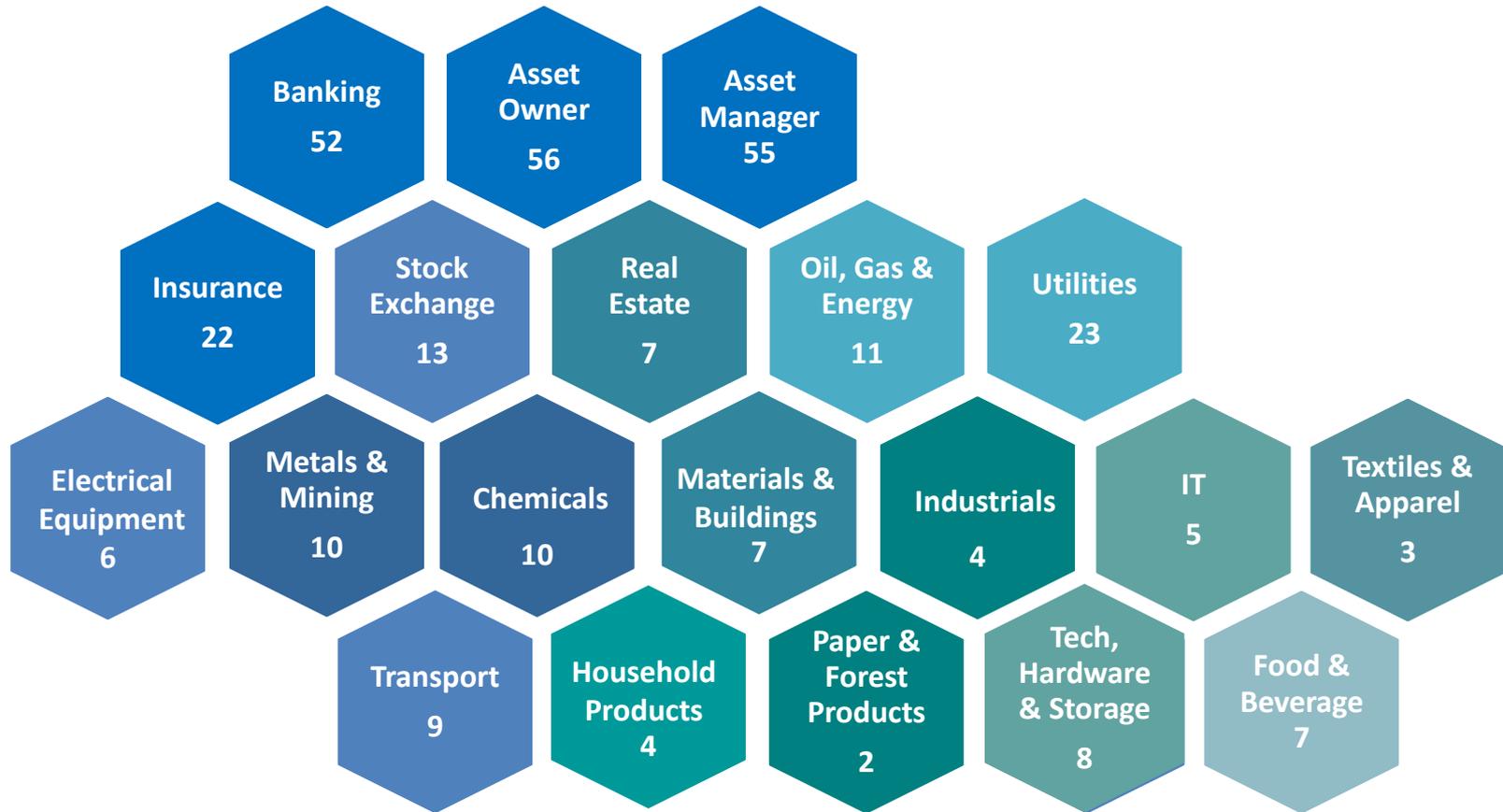
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- Corporations with publicly listed debt or equity
- Financial institutions: banks, insurers, asset managers and asset owners
- Other market stakeholders: stock exchanges, securities and industry regulators, government organizations
- Supporting initiatives
  - Member organizations that are working with their members on implementing the recommendations and also confirm a significant number of companies for support

# WHERE ARE CURRENT SUPPORTERS? – TOTAL 384



# SELECT INDUSTRY SUPPORT



## TCFD Knowledge Hub

Find the resources you need to understand and implement the TCFD recommendations.

### Governance

Disclose the organization's governance around climate-related risks and opportunities.

[Find out more here](#) →

### Strategy

Disclose the actual and potential impacts of climate-related risks and opportunities on the organization's businesses, strategy, and financial planning where such information is material.

[Find out more here](#) →

### Risk Management

Disclose how the organization identifies, assesses, and manages climate-related risks.

[Find out more here](#) →

### Metrics & Targets

Disclose the metrics and targets used to assess and manage relevant climate-related risks and opportunities where such information is material.

[Find out more here](#) →



Recommendation ▼

Resource Type ▼

Country ▼

Industry Groups ▼

Article name & author

406 articles ordered by Title (A-Z) ▼

[10 things companies can do now to prepare for the TCFD recommendations](#)

Author: Climate Disclosure Standards Board

Industry Group: All Industry Groups

[Read more](#)

**G S R M**

International

[Go to resource](#)

# Q&A

Visit [www.fsb-tcfd.org](http://www.fsb-tcfd.org)

Email [info@fsb-tcfd.org](mailto:info@fsb-tcfd.org)

Resources [www.tcfdhub.org](http://www.tcfdhub.org)

Submit confirmation **by Thursday, September 20**