

Working with investors towards climate resilient, net zero economies in Asia

Asia Investor Group on Climate Change
2022 to 2025 Strategy

How We Got Here

Foundations and Achievements to 2022

Where we are today

AIGCC celebrated its 6th anniversary in September 2022

AIGCC Membership

- Nearly 50% membership increase in last 2 years
- 65+ asset owners and managers from 11 markets
- > USD 36 trillion in AUM (as of August 2022)

Membership types

- Asset Owners: 63% domestic Asian
- Asset Managers: 50% domestic Asian; Japan and Singapore greatest representation
- Associate/supporting members: 33% domestic Asian
- Sovereign wealth funds/Government pension fund 'observers'

Where we are today

Key achievements to date, since 2016:

- C-level asset owner roundtables
- Investor developed climate change training
- > 30 thought leadership research pieces and tools
- Climate Action 100+ initiative in Asia 120+ investor organisations, engagement with 33 companies, Asia Advisory Group
- Asian Utilities Engagement Program (AUEP)
- Policy advocacy and engagement: 1-1 meetings, public statements, roundtables, policy submissions
- Connecting regional work to key global events: COP, G20, P4G, etc.

The World We Operate In

Strategic Context

Strategic Context

Globally, the focus for climate action has shifted from net zero (by 2050/60/70) goals to 2030 or nearer-term milestones.

This is now mainstream knowledge in a way that was not true three years ago.

1. Climate Action Can & Must Accelerate

2. Finance & Climate Are Deeply Interlinked

4. Global & Local Collaboration

3. The Transition Must be Just

Regionally, work with IGCC, ASFI, ACGA, sustainable investment forums

AIGCC is the point of connection for investors to be guided through a practical, but complex landscape

Increasing investor collaborations, breeds consistency and strength. AIGCC is a co-founder of global programs:



Paris Aligned Investment Initiative

Investing for a net zero future

As climate impacts increase, so will the importance of a just and equitable transition for workers in the region.

**Paris Aligned
Investment Initiative**



**AIGCC. CDP,
Ceres, IGCC, IIGCC,
PRI, UNEP-FI**



**AIGCC. Ceres,
IGCC, IIGCC, PRI**

**AIGCC. Ceres,
IGCC, IIGCC**

**Sustainable/
Green Investment
Forums**

**JSIF, ChinaSIF,
KoSIF, ASFI,
HKGFA, etc**



- Policy makers**
- Financial Regulators**
- Stock exchanges**

AIGCC Collaboration

About AIGCC

Vision, Mission, Value Proposition

Vision & Mission

Vision:

A climate resilient economy that is on track by 2030 for a net zero emissions global economy by 2050.

Mission:

To connect, collaborate and advocate for and on behalf of our member investors to accelerate progress and action on climate change, responsibly manage long term risks and opportunities, drive sustainable returns for investors and the beneficiaries they represent across the diverse markets in Asia.

01

Focus on climate agenda in Asia

02

Provide a peer-to-peer forum for institutional investors

03

Regional coverage across 11 Asia markets

04

Expand scope of work to cater to different asset classes and types

OUR VALUE PROPOSITION



01

Active and close engagement with members

02

Inclusive nature - do not differentiate between membership categories in terms of servicing

03

Access to AIGCC resources, current research papers, and updates on developments

04

Strengthen product offerings in practical experiences on Masterclasses and online training modules

05

Regular events such as member meetings, briefings, workshops

06

Educated about and Implementation support of frameworks – PAII, NZAM, NZIF, AI/ICAPs.

OUR MEMBER OFFER



Strategic Overview

Overview of Programs

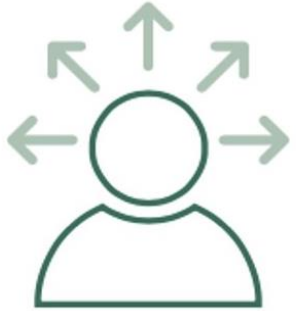
Key 2022 to 2025 initiatives

AIGCC aims to influence regional investors to achieve the ultimate outcomes of:

- Increasing investment in net zero emissions energy
- Accelerating portfolio decarbonisation (including using tools such as investor climate action plans and company engagement to improve business models)
- Advocating for stronger climate policies and a greener trajectory of economic development in their respective markets that align to the Paris Agreement goals



AIGCC: Three Strategic Pillars of Activity



INVESTOR AWARENESS & CAPACITY BUILDING

- Climate Change Training
- Masterclasses
- Thought leadership



INVESTOR PRACTICE

- Working Groups
- Corporate engagement
- Investor Climate Action Plans
- Net zero portfolio alignment



POLICY ADVOCACY & REGULATORY ENGAGEMENT

- Regulatory engagement 1-on-1 meetings & roundtables
- Regional policy and advocacy

Activities by Market, Practice Area and Programs

	Investor Roundtables	Climate Action 100+ (CA100+)	Asian Utilities Engagement Program (AUEP)
JAPAN <ul style="list-style-type: none"> • Build member capacity through investor practice • Policy engagement on energy such as coal phase out • G7 presidency in 2023 	✓	✓	✓
CHINA <ul style="list-style-type: none"> • Outreach to prospective members • Capacity building for investors through training and engagement • Initiate engagement with regulators on disclosure standards and energy transition from 2023 onwards 		✓	✓
SOUTH KOREA <ul style="list-style-type: none"> • Build support for climate policies including 2050 carbon neutrality, 2030 NDC goal and 2030 Renewable Energy Plan • Capacity building for investors through training and engagement (late 2023/2024) 		✓	

Activities by Market, Priority & Practice Area

	Investor Roundtables	Climate Action 100+ (CA100+)	Asian Utilities Engagement Program (AUEP)
SINGAPORE <ul style="list-style-type: none"> • Raise investor awareness and capacity • Support policy on disclosure and developing regional pathways 	✓	✓	
HONG KONG <ul style="list-style-type: none"> • Raise investor awareness and capacity • Support policy developments on mandatory climate disclosure 	✓		✓
INDIA <ul style="list-style-type: none"> • Policy engagement with India targeting regional influence through India's 2023 G20 presidency including work on disclosure standards, just energy transition • Outreach to prospective members • Capacity building for investors through training and engagement (late 2023 onwards) 		✓	

Activities by Market, Priority & Practice Area

	Investor Roundtables	Climate Action 100+ (CA100+)	Asian Utilities Engagement Program (AUEP)
INDONESIA <ul style="list-style-type: none"> • Policy engagement targeting regional influence through Indonesia's 2022 G20 presidency – climate finance and just energy transition • Build corporate and investor awareness and capacity 		✓	✓
TAIWAN <ul style="list-style-type: none"> • Build corporate and investor awareness and capacity 		✓	
MALAYSIA <ul style="list-style-type: none"> • Build corporate and investor awareness and capacity 			✓

Strategic Pillars

Implementing the Strategy

1. Investor Awareness and Capacity Building

Key Activities

- Thought leadership resources for investors
- Peer-to-peer knowledge transfer
- Highlight international and regional best practice on climate
- Climate Change Training
- Regional event engagement and participation

- Raising awareness of the **urgency to act on climate issues** in Asia
- Regional investors are inspired to showcase their competitive advantage
- Create a **'race to the top'** for climate action amongst investors, companies and regulators
- Increase members from existing and new markets, i.e. China, India

Key Outcomes

2. Investor Practice

AIGCC's key areas of focus with Asian investors, including at board and management levels, will be to encourage and support:

1. Integration of climate change risks and opportunities into policy and portfolio decisions.
2. Engagement with companies – both bilaterally and/or collaboratively through Climate Action 100+ or other similar programmes.

2. Investor Practice

Key Activities

Provide implementation support aligned with:

- Development of Investor Climate Action Plans (ICAPs) covering: investment, engagement, policy advocacy and TCFD disclosure
- Net zero portfolio alignment tools/initiatives/methodologies



- Working groups that develop and oversee projects: *Paris Aligned Investment, Engagement & Policy, Physical Risk & Resilience*
- Deep dive masterclasses
- Climate change training



- Investors in Asia take steps to **decarbonise their portfolios and increase investments in net zero carbon energy** via publishing ICAPs

Key Outcomes

2. Corporate Engagement

Key Activities

- Coordinate and facilitate over 100 investors in corporate engagement through CA100+
- Facilitate engagement through Asian Utilities Engagement Program
- Policy engagement on energy transition
- Facilitate workshops and forums for investors
- Thought leadership and capacity building e.g. escalation tools, regional sector expectations

- Investee companies engaged through collaborative engagement programs **to adopt climate positive policies and strategies**

Key Outcomes

3. Policy Advocacy and Regulatory Engagement

Key Activities

- Identify policy engagement opportunities for members
- Facilitate collaboration on developing policy positions among relevant groups
- Engage with pan-regional policymakers and regulators in key markets via meetings, public letters/statements
- Leverage global policy coordination via The Investor Agenda to amplify investor voices

- Greater numbers of **investors in Asia** show support for policy and regulatory changes to **align with Paris goals via public/private engagements**
- **Policy makers** in major Asian markets **acknowledge the role of investors** in strengthening their climate policies, frameworks, transition plans and NDC targets

Key Outcomes

Membership & Organisational Growth

Growing the Membership:

- June 2022: 68 members
- 2025 Target: 120+
- Focus on new markets

Financial Resources:

- Recurring revenue increase from membership growth
- Diversification in philanthropic funding and partnerships

Increased & Targeted Member Support:

- Scaled and efficient for the spectrum of members
- Reviewed Working Groups
- Reviewed Masterclasses
- Increased Summit frequency
- Upgrades to communication platforms & practice

Staff Resources:

- Supporting people & culture
- Talent pipeline & retention

What are we asking of you?

AIGCC is asking all members to actively demonstrate progress against:

- Enhanced climate change policies
- Implementation & progress of their Investor Climate Action Plans (ICAPs) that includes:

- ✓ Investment management
- ✓ Policy advocacy
- ✓ Corporate engagement
- ✓ Disclosure against the TCFD
- ✓ Governance

Thank you

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