

## Contribution of the Secretariat of the Climate Action in Financial Institutions Initiative for the preparation of the 2018 Biennial Assessment and overview of Climate Finance Flow

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The Climate Action in Financial Institutions Initiative ([www.mainstreamingclimate.org/](http://www.mainstreamingclimate.org/)) is a coalition of 38 public and private financial institutions around the globe aiming to adopt a pathway to systematically integrate climate change considerations across their strategies, programs and operations. The Initiative is guided by five voluntary Principles for Mainstreaming Climate Action within Financial Institutions:

1. COMMIT to climate strategies;
2. MANAGE climate risks;
3. PROMOTE climate smart objectives;
4. IMPROVE climate performance;
5. ACCOUNT for your climate action.

The Secretariat of the Climate Action in Financial Institutions Initiative is housed at I4CE – Institute for Climate Economics.

On the sidelines of COP23, the Climate Action in Financial Institutions Initiative released a Climate Mainstreaming Practices Database ([www.mainstreamingclimate.org/climate-mainstreaming-practices-database/](http://www.mainstreamingclimate.org/climate-mainstreaming-practices-database/)), gathering 51 case studies<sup>1</sup> written and submitted on a voluntary basis by Supporting Institutions of the Initiative and providing an overview of how they are integrating climate change in their operations. Case studies are submitted on a voluntary basis by Supporting Institutions. The data and opinions expressed in case studies are the sole responsibility and product of the author institution. They shall in no way be deemed endorsed by any other Supporting Institution nor the Secretariat.

These case studies illustrate emerging practices and metrics that may be relevant for tracking progress on the goal outlined in Article 2, paragraph 1 (c), of the Paris Agreement. The practices that the Initiative works to foster sharing around demonstrate how financial institutions can concretely achieve their objectives and targets.

### **List of case studies included in the Climate Mainstreaming Practices Database as of May 7<sup>th</sup>, 2018:**

AfDB	African Development Bank (AfDB): 5 Year Climate Change Action Plan puts climate change at the forefront of development
ADB	Asian Development Bank (ADB) makes climate change core to operations through series of strategy and policy changes
AFD	The French development Agency (AFD) strives to reconcile development and the fight against climate change: dedicated climate change and development strategy
Yes Bank	YES BANK has incorporated the Ethos of Responsible Banking that addresses climate change
IFC	The International Finance Corporation (IFC) builds an internal infrastructure to embed climate into its core business operations
World Bank	World Bank's Climate and Disaster Risk Screening Tool helps identify short- and long-term climate and disaster risks for better risk management in development

<sup>1</sup> As of 7th of May 2018

ADB	ADB integrates Climate Risk Management Framework throughout operations
NDF	Nordic Development Fund (NDF): pushing for excellence through climate change screening
Yes Bank	YES BANK's Environment and Social Policy (ESP) addresses climate risks through a multi-step implementation process with identified inter-department responsibilities
DBSA	The Development Bank of Southern Africa (DBSA) implements effective partnerships through designing and developing effective partnership models to implement strategic plans and programmes
JICA	Japan International Cooperation Agency (JICA) promotes climate change-related projects through program loans
EIB	The European Investment Bank's (EIB) experience shows that Green Bonds can be a market-based process to promote accountability and engagement in climate finance
Société Générale	Societe General (SocGen) Positive Impact Bond
Yes Bank	YES BANK through its Green Bonds, has shown it as an accepted instrument and has encouraged responsible investment in debt capital markets in India
EBRD	The European Bank for Reconstruction and Development's (EBRD) Measuring, Reporting and Verification (MRV) approach allows for transparency and accountability
JICA	Japan International Cooperation Agency (JICA) develops a tool to improve the design and implementation of climate change-related projects
IADB	Lending targets lead to performance tracking at Inter-American Development Bank (IADB)
Crédit Agricole	Credit Agricole CIB uses sectoral and issue-based cartography of global financed emissions for developing CSR sector policies
AFD	Assessment of projects' GHG emissions at AFD: implementation of a comprehensive carbon footprint tool
Société Générale	Internal carbon tax of Societe Generale
	MDBs and IDFC establish common principles for climate finance tracking
	MDBs harmonize approaches for tracking in order to improve disclosure of important climate data
Yes Bank	Yes Bank's triple bottom line accounting and reporting key to building credibility and trust
EIB	EIB publication of carbon footprint methodologies, project level absolute & relative GHG data, aggregate annual data, and impact reporting for Green Bonds
	The IDFC publicly reports green and climate finance data
ADB	Asian Development Bank's (ADB) Climate Change Operational Framework 2017-2030 (CCOF2030)
AFD	Agence Française de Développement's (AFD) Multi-Country Climate Adaptation Facility to support NDC implementation in vulnerable countries
EIB	The European Investment Bank's Climate Strategy
IADB	Mainstreaming Climate Change into the Interamerican Development Bank Group (IADB)
JICA	JICA's Internal Strategy for Climate Change and 2020 financial target

TSKB	TSKB's Sustainability Management System (SMS): managing climate change-related risks and opportunities
Yes Bank	YES BANK's Natural Capital Initiative
ADB	ADB scales up the integration of physical climate risk management into its operations
Crédit Agricole	Crédit Agricole's P9XCA methodology to assess the materiality of climate risks
Crédit Agricole	Credit Agricole CIB's Development of a Medium-Term Transition Risk Index
AFD	AFD and the Government of Senegal (GoS) develop cutting-edge tools for smarter flood investment and improved urban planning
CAF	The Development Bank of Latin-America (CAF) « Cities with a Future » initiative
DBSA	DBSA's innovative blending financing mechanism to catalyze small scale renewable energy market in South Africa
EBRD	EBRD's Green Economy Financing Facilities
JICA	JICA's Support for the establishment and implementation of the 'Bangkok Master Plan on Climate Change 2013-2023'
Yes Bank	YES BANK's Promotion of Energy Efficiency and Occupational Health & Safety in the Indian MSME sector
CAF	CAF upgrades its Environmental Corporate Program to a fully Integrated Management System for Environment and Social Responsibility
Yes Bank	Yes Bank's Environment Management System (EMS) and Policy-Journey to achieve ISO 14001:2015 Certification
ADB	Asian Development Bank's Public Climate Financing Database
Société Générale	Société Générale's implementation of its commitments for the coal sector
Yes Bank	Yes Bank's Sustainability Leadership reflected through ESG disclosures
CDG Capital	CDG Capital sets up a Sustainable Development unit
IDC	Creation of IDC's Climate Change Response Strategy
HSBC	HSBC's objective to source 100% of its electricity from renewable sources by 2030
HSBC	Assessment of HSBC France's exposure to physical and transition risks related to climate change
EBRD	EBRD's Green Cities Framework