



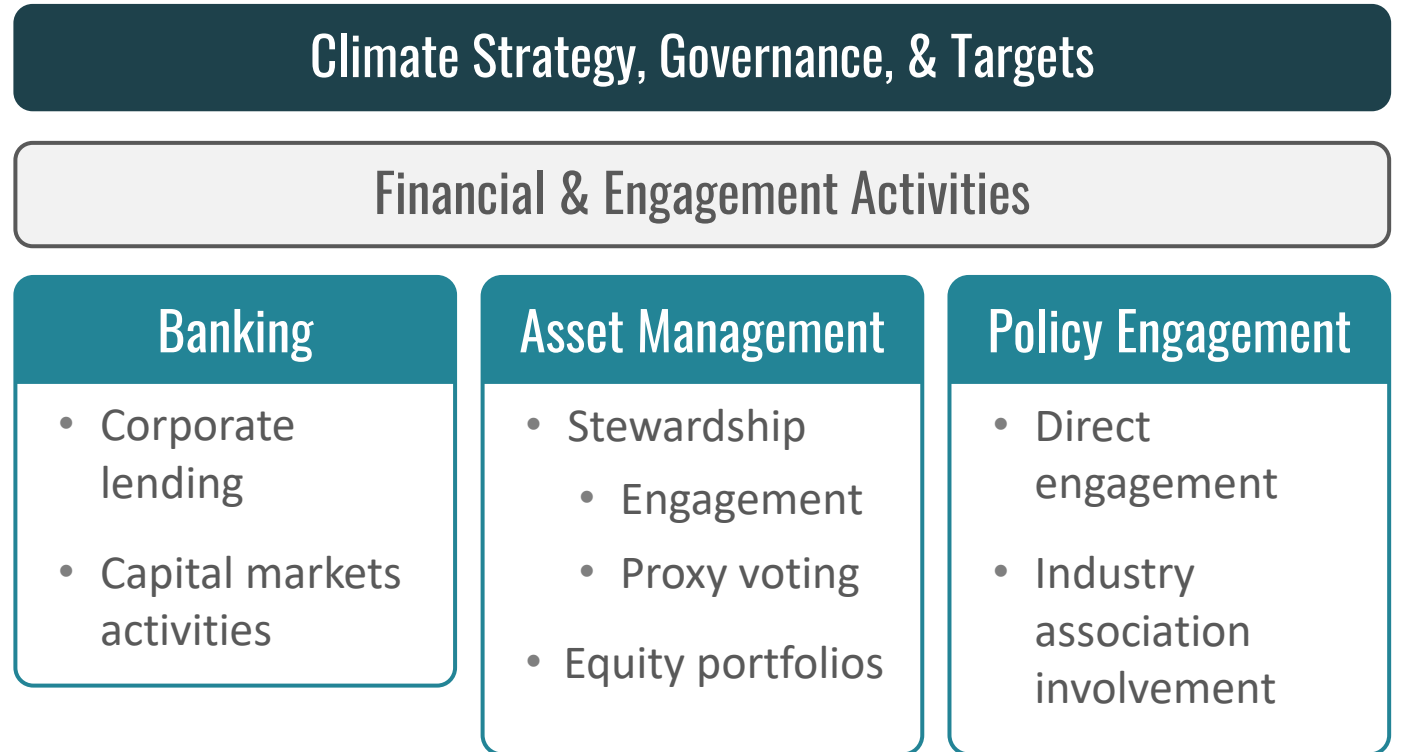
Assessing Private Finance's Alignment with Net Zero

October 2024

InfluenceMap's Climate Assessment of Financial Institutions

Benchmarked against industry
& science-based guidelines:

- TCFD, IFRS, GFANZ, ...
- IEA Net Zero by 2050
- UN Guide for Responsible Corporate Engagement in Climate Policy



Climate Strategy, Governance, and Targets

- Benchmark: TCFD/IFRS guidelines + IPCC & IEA net-zero phaseout
- Financial institutions' reporting and target quality varies widely despite net-zero commitments
- Fossil fuel phaseout & exclusion policies are not aligned with IPCC

InfluenceMap Strategy, Governance, & Targets Score 30 of World's Largest Banks (2024)



Lending, Underwriting, & Investment

Facilitated Financing Flows
30 of World's Largest Banks (2020–2023)

Lending		
Fossil Fuel Exposure	10.6%	3.5x
Green Exposure	3.0%	
IEA Net Zero Alignment	-22%	

Bond & Equity Underwriting		
Fossil Fuel Exposure	11.1%	2.0x
Green Exposure	5.6%	
IEA Net Zero Alignment	-29%	

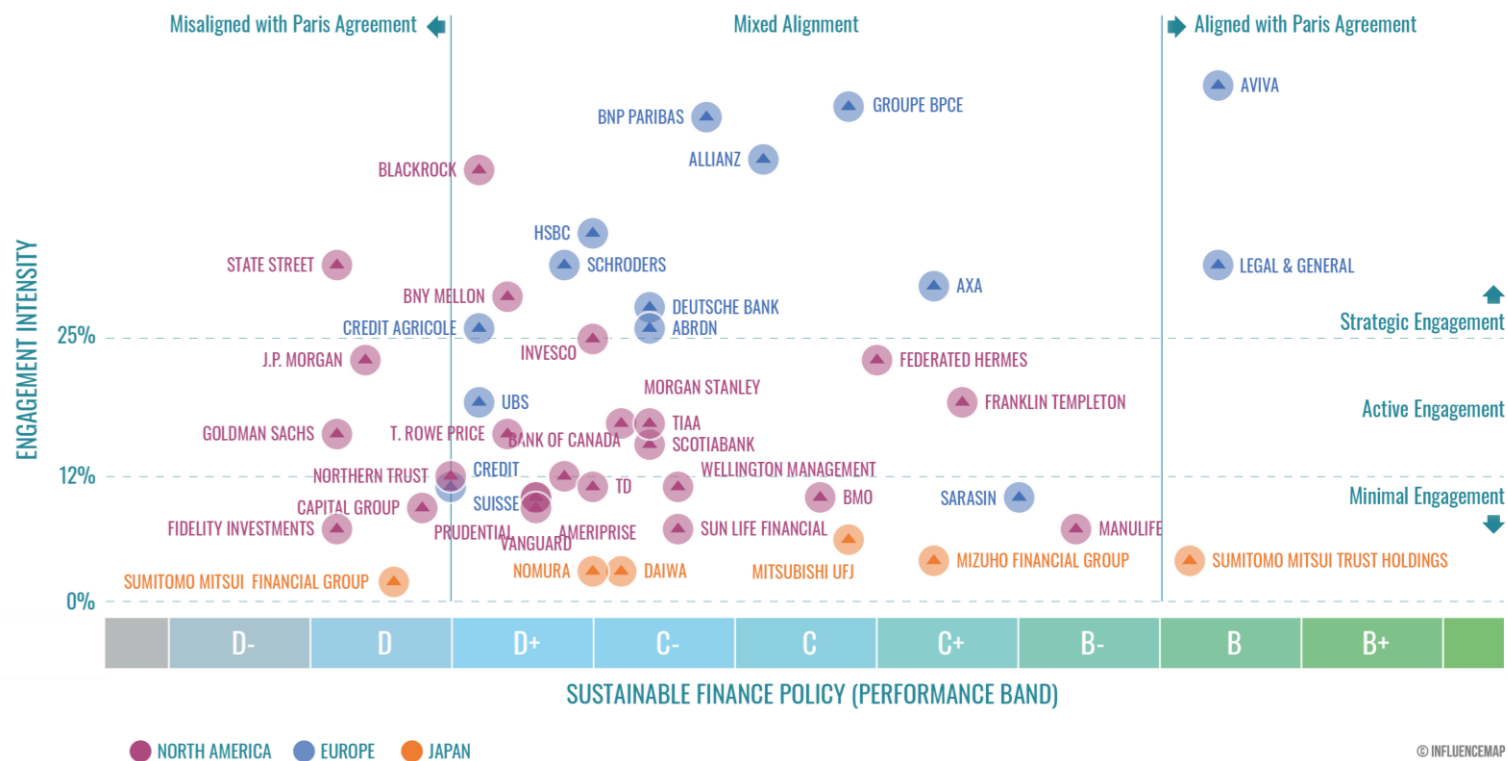
Investment Portfolio
45 of World's Largest Asset Managers (2024)

Equity Asset Management		
Fossil Fuel Exposure	4.1%	2.2x
Green Exposure	1.8%	
IEA Net Zero Alignment	-17%	

Climate Policy Engagement

- Benchmark: UN Guide for Responsible Corporate Engagement in Climate Policy
- Financial institutions do not advocate for Paris-aligned sustainable finance policy
- Trade associations take more obstructive positions than most of their members

**Sustainable Finance Policy Engagement Score
45 of the World's Largest Financial Institutions (2023)**



Key Takeaways

Significant disconnect between financial institutions' top-line commitments and messaging on climate change:

- Institutions' reporting and targets fall short of Article 2.1(c), despite existence of Paris Agreement-aligned guidelines
- Lending and underwriting flows are skewed towards misaligned companies, while investment portfolios are not being driven to transition
- Financial institutions and trade associations oppose sustainable finance regulation aligned with Article 2.1(c)

