Practical implementation of climate-related financial disclosures and their relationship to the SDGs

Presented by

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Introduction to CDSB

Mardi McBrien, Managing Director, CDSB
To provide decision-useful environmental information to markets via the mainstream corporate report
The CDSB Framework

The guiding principles are designed to ensure that environmental information shall be:

- **P1** Prepared applying the principles of relevance and materiality
- **P2** Faithfully represented
- **P3** Connected with other information
- **P4** Consistent and comparable
- **P5** Clear and understandable
- **P6** Be verifiable
- **P7** Be forward-looking

### Reporting Requirements

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cdsb.net/Framework

CDSB Framework

for reporting environmental information, natural capital and associated business impacts

Advancing and aligning disclosure of environmental information in mainstream reports
The CDSB Framework

Across 12 Primary Industries

- Apparel & Clothing
- Biotech, Health Care & Pharmaceuticals
- Food, Beverage, & Agri-food
- Fossil Fuel
- Hospitality
- Infrastructure
- Manufacturing
- Materials
- Power Generation
- Retail
- Services
- Transportation Services

Top 5 Countries

- United Kingdom
- United States of America
- France
- Japan
- Republic of Korea

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The CDSB Framework
An introduction to CDSB

TCFD and CDSB

TCFD Knowledge Hub

Visit: www.tcfdhub.org

Resources

Contribute

Case studies

Introduction to the TCFD and scenario analysis

Break down of the recommendations

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TCFD and CDSB

Climate-related financial disclosure e-learning courses

Visit: learn.tcfdhub.org
Mainstreaming the “E” of ESG

- Climate Disclosure Advisory Committee
- Climate Financial Risk Forum, Disclosure Working Group
- EFRAG European Reporting Lab Project Task Force on Climate-related Disclosures
- FRC Stakeholder Advisory Committee
- Japan TCFD Consortium
- TCFD Pensions Working Group UK
- Wates Principles for Corporate Governance
Understanding value and audience

**Traditional Sustainability Reporting:**

Companies report the impact that business has on the environment.
e.g. Company X produces 100,000 tons CO₂e / year. (Scope 1: 30,000 tons CO₂e; Scope 2: 50,000 ton CO₂e; Scope 3: 20,000 tons CO₂e)

**‘Mainstream’ (Annual) Reporting:**

Companies report the financial risks or opportunities that the environment places on the business.
e.g. Company X produces 100,000 tons of CO₂e per year. We estimate that, with a carbon tax of $50/ton by 2020, this creates a previously unrecognised, material, financial risk of $5million / year from 2020 onwards.