

## Mobilizing Institutional Investment in Infrastructure in Angola

# Sustainable investment and the role of institutional investors

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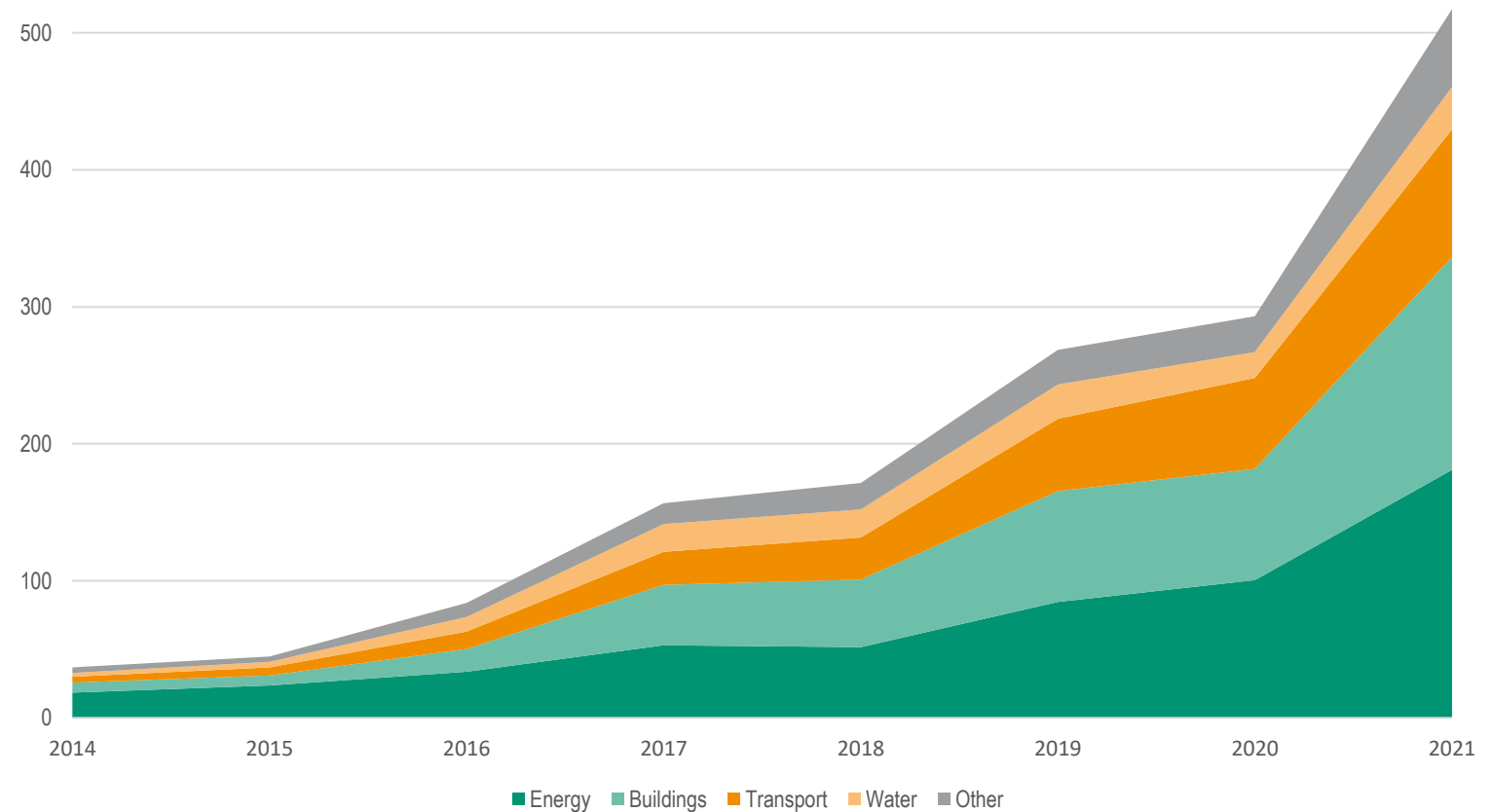
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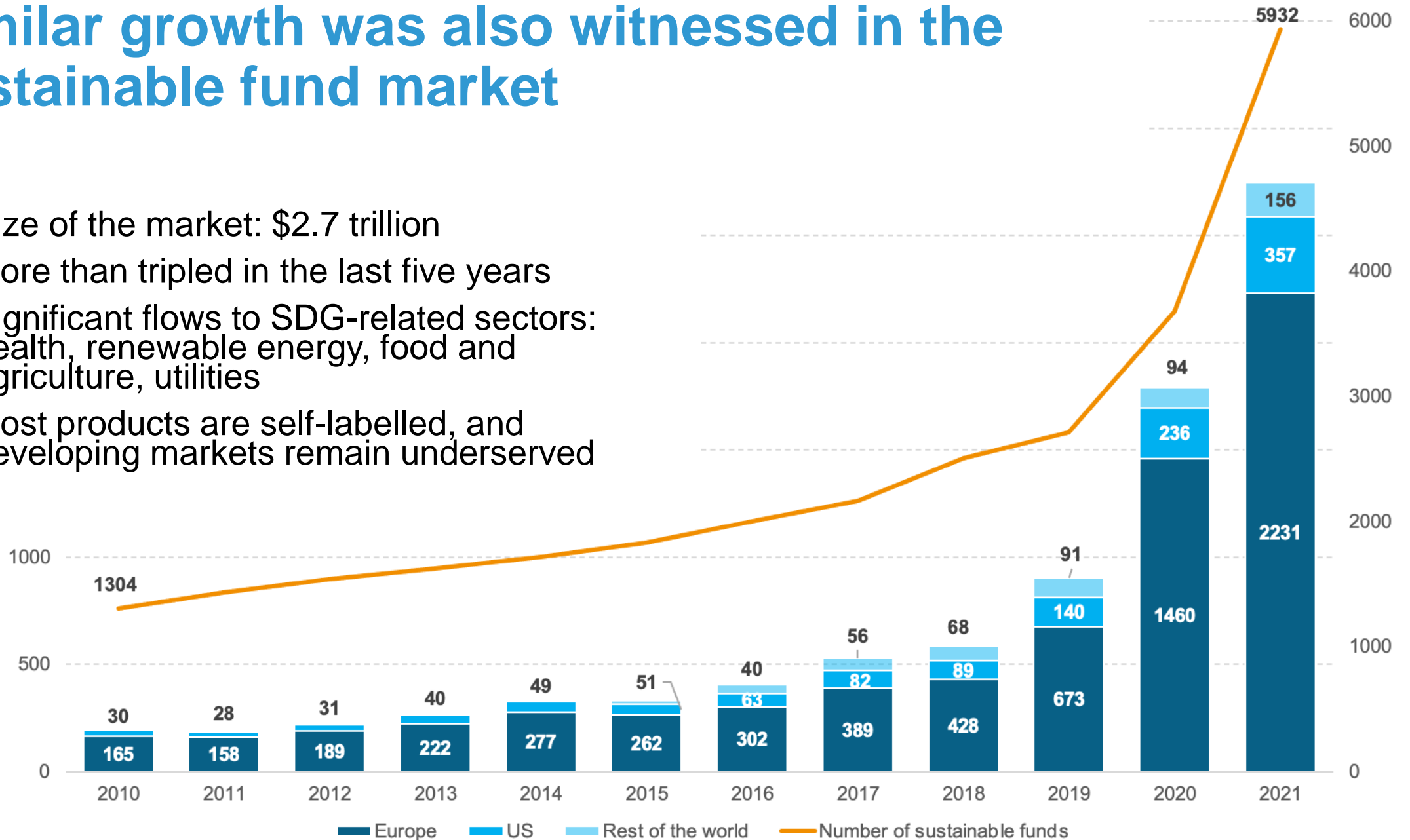
# Sustainable investment is becoming an instrumental vehicle to finance sustainable finance.

- Green bond issuance exceeded \$517 bn in 2021, with a five-year growth rate of 70%.
- Significant investment flows to key elements of basic infrastructure: energy, buildings, transport and water.
- Issuance in emerging economies almost tripled in 2021, reaching \$130 bn.



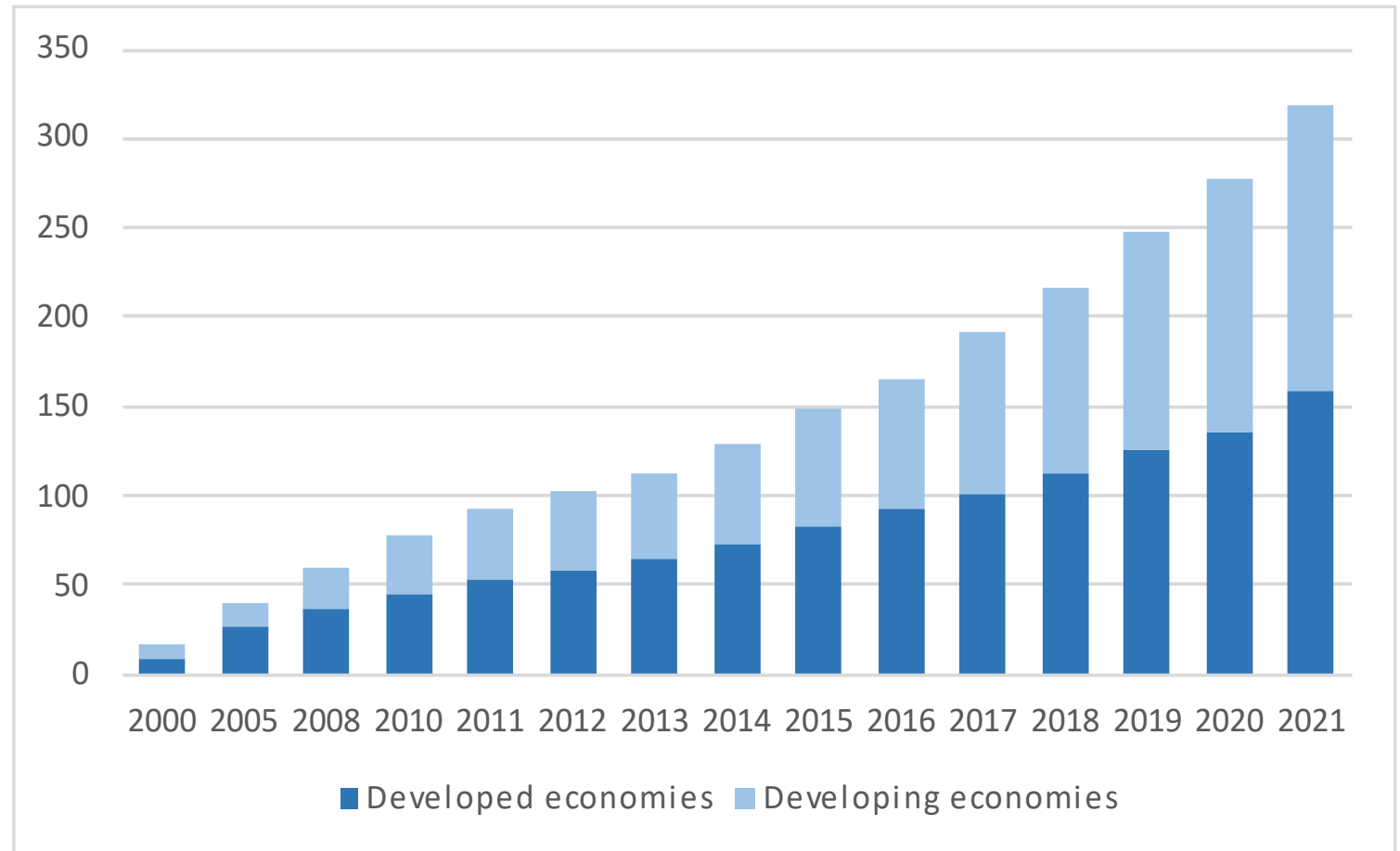
# Similar growth was also witnessed in the sustainable fund market

- Size of the market: \$2.7 trillion
- More than tripled in the last five years
- Significant flows to SDG-related sectors: health, renewable energy, food and agriculture, utilities
- Most products are self-labelled, and developing markets remain underserved



# Support an enabling regulatory framework for sustainable investment

- 316 regulatory measures implemented in 35 leading economies and country groupings.
- Developing economies are making progress:
  - National strategies
  - Taxonomies and labelling
  - Sustainable disclosure
  - Sector-specific regulations
  - Incentives
  - Carbon pricing
- International standard setting is filling the gap (e.g. ISSB, GRI).





# UNCTAD guide on sustainability integration

- 1. Define a high-level commitment to sustainability**
  - Leadership, accountability and corporate culture
- 2. Put robust governance, policies and processes in place**
  - Inclusiveness, dedicated team, well-developed policies & processes for internal/external asset managers
- 3. Align the investment portfolio with the sustainability strategy**
  - Negative/positive screening, impact-based sustainability-themed investment (e.g. a sector approach)
- 4. Mainstream sustainability along the investment value chain**
  - Divestment, engagement and active ownership
- 5. Study compliance with international standards and regulation**
  - TCFD, GRI, SASB, GRESB among the most frequently used
- 6. Report on sustainability**
  - Materiality, measurability and verifiability

# Thank you

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