

8 May 2017

## LETTER FROM GLOBAL INVESTORS TO GOVERNMENTS OF THE G7 AND G20 NATIONS

**This letter is signed by 217 investors representing more than USD 15 trillion in assets.**

As long-term institutional investors, we believe that the mitigation of climate change is essential for the safeguarding of our investments.

We have previously conveyed our strong support for the Paris Agreement [\[link\]](#) and we reiterate our call for governments to continue to support and fully implement the Agreement.

We urge all nations to stand by their commitments to the Agreement and to put in place policy measures to achieve their nationally-determined contributions (NDCs) with the utmost urgency. In addition, we ask governments to develop focused and targeted long-term climate plans by which their NDCs become aligned with the Paris Agreement’s goal of “holding the increase in the global average temperature to well below 2°C above pre-industrial levels and to pursue efforts to limit the temperature increase to 1.5 °C above pre-industrial levels.”

The implementation of effective climate policy mechanisms and the regular monitoring of outcomes is vital for investors to make well-informed investment decisions that can also better support governments in delivering their national commitments and priorities.

To this end, we welcome the inclusion of climate change and the advancement of sustainable energy supply and energy efficiency as priority areas for the 2017 G20 Summit under the German Presidency. We also welcome the G20’s goal to foster “a secure, economically efficient and greenhouse gas-neutral energy supply accessible to everyone<sup>1</sup>”.

However, we are concerned that reference to climate change, climate finance and climate adaptation were omitted from the G20 Finance Ministers Communiqué in March 2017<sup>2</sup>. We urge government leaders to ensure that climate change is explicitly acknowledged at the G20 Leaders Summit on 7-8th July. Investors believe it is vital that the governments of G7 and G20 nations continue to publicly express their commitment to support climate finance to both mitigate and adapt to the effects of climate change.

It is imperative that the public and private sectors work closely together to get the signalling and incentives right to shift the trillions of capital required across the global economy.

This includes creating the policy frameworks to support investment in low carbon assets now and into the future, to evolve the financial frameworks required to improve the availability, reliability and comparability of climate-related information, and to ensure the utilisation of tools and metrics that effectively incorporate the risks and opportunities into financial assessments.

<sup>1</sup> G20 Germany 2017, “Priorities of the 2017 G20 Summit,” December 2016:8.

[https://www.g20.org/Content/DE/\\_Anlagen/G7\\_G20/2016-g20-praesidentschaftspapier-en.pdf?sessionid=645F531E333BD2B1C28C35C58CBC3B3D.s6t2?\\_\\_blob=publicationFile&v=2](https://www.g20.org/Content/DE/_Anlagen/G7_G20/2016-g20-praesidentschaftspapier-en.pdf?sessionid=645F531E333BD2B1C28C35C58CBC3B3D.s6t2?__blob=publicationFile&v=2)

<sup>2</sup> <http://www.g20.utoronto.ca/2017/170318-finance-en.html>

Investors are willing and ready to work with governments to facilitate the changes that are needed to improve the pricing of climate-related financial impacts, and to mobilise the capital flows that are required to underpin a strong and resilient financial system.

With that in mind, we call on global leaders to:

- **Continue to support and implement the Paris Agreement**, including the implementation of NDCs and 2050 climate plans to achieve the goals of that agreement.
- **Drive investment into the low carbon transition** through aligning climate-related policies, phasing out fossil fuel subsidies and including carbon pricing where appropriate.
- **Implement climate-related financial reporting frameworks**, including supporting the Financial Stability Board Task Force on Climate-related Financial Disclosures recommendations.

We provide further detail on each of these three areas for action in the companion briefing paper entitled *“Governments urged to maintain momentum on climate change action”*.

Sincerely,

*Note: The following 217 investor signatories are listed in alphabetical order by organization name:*

ABP  
ACTIAM N.V.  
Addenda Capital Inc.  
Adrian Dominican Sisters Portfolio Advisory Board  
Aegon N.V.  
AGF Investments  
Alecta  
Allianz Global Investors  
Amalgamated Bank  
AMP Capital  
AMUNDI  
Andra AP-fonden (AP2)  
AP3 Third Swedish National Pension Fund  
AP4 Fourth Swedish National Pension Fund  
AP7  
APG Asset Management  
Aquila Capital  
Ario Advisory  
Armstrong Asset Management

Athens Impact Socially Responsible Investments  
ATP  
Australian Council of Superannuation Investors  
Australian Ethical Investment Ltd  
AustralianSuper  
Aviva Investors  
Aviva plc  
AXA Group  
AXA IM  
Bankhaus Schelhammer & Schattera  
BBC Pension Trust Ltd  
Bedfordshire Pension Fund  
BNP Paribas Asset Management  
Bonnefield  
Boston Common Asset Management  
Boston Trust & Investment Management Company/Walden Asset Management  
Brawn Capital Limited  
British Columbia Investment Management Corporation (bcIMC)  
BT Financial Group  
BT Investment Management  
BVM Shareholder Education & Advocacy Group  
Caisse des Dépôts - Groupe  
Caja Ingenieros Gestión SGIIC  
California State Controller  
CalPERS  
CalSTRS  
Calvert Research and Management  
Capricorn Investment Group  
Catholic Super  
Cbus  
CCLA  
Chair of the Investment Committee of Archbishops Council  
Christian Brothers Investment Services  
Christian Super  
Christopher Reynolds Foundation  
Church Commissioners for England  
Church Investors Group  
Church of England Pensions Board

Church of Sweden  
Clean Yield Asset Management  
Committee on Mission Responsibility Through Investment, Presbyterian Church  
U.S.A.  
Congregation of Sisters of St. Agnes  
Congregation of St. Joseph  
Congregation of the Sisters of the Presentation – Newfoundland and Labrador  
Province  
CoPower Inc  
Cornerstone Capital Group  
Dana Investment Advisors  
Daughters of Charity, Province of St. Louise  
Dignity Health  
Dominican Sisters of Sparkill  
Dominican Sisters of Springfield, IL  
Earth Capital Partners  
Echo Foundation  
Ecofi Investissements  
EdenTree Investment Management  
Environment Agency Pension Fund  
Epic Capital Wealth Management  
Episcopal Church Investment Group  
ERAFP  
Essex Investment Management, LLC  
Ethos Foundation Switzerland  
Everence and the Praxis Mutual Funds  
Fonds de Réserve pour les Retraites  
First Affirmative Financial Network  
Friends Fiduciary Corporation  
Frontier Advisors  
Generation Investment Management LLP  
George Gund Foundation  
Greater Manchester Pension Fund  
Green Century Capital Management  
Henderson Global Investors  
Hermes Investment Management  
Hewlett Foundation  
Hexavest  
HSBC Bank Pension Trust (UK) Limited

HSBC Global Asset Management  
IBVM Canadian Province (Loretto Sisters)  
IFM Investors  
Impact Investors  
ImpactAssets  
Impax Asset Management  
Inflection Point Capital Management  
Insight Investment  
Instructional Telecommunications Foundation, Inc.  
ICCR (Interfaith Center on Corporate Responsibility)  
Investisseurs et Partenaires  
Ivey Foundation  
JSA Financial Group  
KBI Global Investors  
Kempen Capital Management  
Keva  
KLP  
Länsförsäkringar AB  
Legal & General Investment Management  
Local Authority Pension Fund Forum  
Local Government Super  
London Pensions Fund Authority  
MARGUERITE ADVISER SA  
Maryland State Treasurer's Office  
Mennonite Education Agency  
Merck Family Fund  
Mercy Health  
Mercy Investment Services  
Miller/Howard Investments, Inc.  
MN  
MP Pension - Pensionskassen for Magistre & Psykologer  
MPC Renewable Energies GmbH  
Nanuk Asset Management Pty Ltd  
Natural Investments  
NEI Investments  
New York City Comptroller  
New York State Comptroller  
NN Investment Partners  
Nordea Wealth Management

NorthEdge Capital LLP  
Northwest Coalition for Responsible Investment  
OceanRock Investments, a wholly-owned subsidiary of Qtrade Financial Group  
Öhman Fonder  
Ontario Pension Board  
P+ (DIP/JØP)  
Paul Hamlyn Foundation  
Pax World Funds  
PensionDanmark  
PenSam  
Pensioenfonds Metaal en Techniek (PMT)  
Pensioenfonds Metalektro (PME)  
PFA Pension  
Phenix Capital  
PKA Pension  
Priests of the Sacred Heart, US Province  
Province of St. Joseph of the Capuchin Order  
Quoniam Asset Management GmbH  
Raiffeisen Capital Management  
Rathbone Greenbank Investments  
Region VI Coalition for Responsible Investment  
REI Super  
Reynders, McVeigh Capital Management, LLC  
Robeco  
RobecoSAM  
Robert and Patricia Switzer Foundation  
Sampension  
Sarasin & Partners LLP  
School Sisters of Notre Dame Cooperative Investment Fund  
School Sisters of St. Francis  
Schroders  
SEB Investment Management  
Seventh Generation Interfaith Coalition for Responsible Investment  
SharePower Responsible Investing, Inc.  
Sisters of Bon Secours USA  
Sisters of Charity of Cincinnati  
Sisters of Instruction of the Child Jesus  
Sisters of Saint Joseph of Chestnut Hill, Philadelphia, PA

Sisters of St. Dominic of Caldwell NJ  
Sisters of St. Francis of Philadelphia  
Skoll Foundation  
Social Justice Committee of the UU Congregation at Shelter Rock  
Solaris Investment Management  
Sonen Capital  
South Yorkshire Pensions Authority  
Stafford Capital  
Standard Life Investments  
Statewide Super  
Stichting Bedrijfstakpensioenfondsvoor de Bouwnijverheid  
Stichting Personeelspensioenfondsvoor APG  
Stichting Pensioenfondsvoor de Woningcorporaties  
Storebrand  
Strathclyde Pension Fund  
Swift Foundation  
Sycomore AM  
The Atkinson Foundation  
The Joseph Rowntree Charitable Trust  
The Lutheran Council of Great Britain  
The McKnight Foundation  
The Servite Friars UK & Ireland  
The Sustainability Group of Loring, Wolcott & Coolidge  
The Tellus Mater Foundation  
The United Church of Canada  
TPT Retirement Solutions  
Tribe Impact Capital  
Trillium Asset Management  
Tri-State Coalition for Responsible Investment  
United Nations Foundation  
Unitarian Universalist Association  
Unitarian Universalist Service Committee (UUSC)  
Universities Superannuation Scheme – USS  
University of Toronto Asset Management Corporation  
Vancity Investment Management Ltd.  
VBV - Vorsorgekasse AG  
Veris Wealth Partners  
Veritas Pension Insurance Company

VicSuper Pty Ltd  
Vision Super Pty Ltd  
Volksbank Vorarlberg e. Gen.  
West Midlands Pension Fund  
Wetherby Asset Management  
WHEB Asset Management  
Zevin Asset Management  
Zürcher Kantonalbank



**This letter is signed by investors and co-ordinated by the following organisations:**

Asia Investor Group on Climate Change (**AIGCC**) is an initiative to create awareness among Asia's asset owners and financial institutions about the risks and opportunities associated with climate change and low carbon investing. AIGCC provides capacity for investors to share best practice and to collaborate on investment activity, credit analysis, risk management, engagement and policy. AIGCC represents the Asian investor perspective in the evolving global discussions on climate change and the transition to a greener economy. See [www.aigcc.net](http://www.aigcc.net) and [@AIGCC Update](#).

**CDP**, formerly the Carbon Disclosure Project, is an international non-profit that drives companies and governments to reduce their greenhouse gas emissions, safeguard water resources and protect forests. CDP represents institutional investors with trillions in assets, helping to leverage investor and buyer power to motivate companies to disclose and manage their environmental impacts; whilst also providing insights into corporate environmental performance for investors. Over 5,800 companies with some 60% of global market capitalisation disclosed environmental data through CDP in 2016 alongside 500 cities and 100 states and regions, making CDP's platform one of the richest sources of information globally on how companies and governments are driving environmental change. Please visit [www.cdp.net](http://www.cdp.net) or follow us [@CDP](#) to find out more.

**Ceres** is a sustainability non-profit organization working with the most influential investors and companies in North America to build leadership and drive solutions throughout the economy. Through powerful networks and advocacy, Ceres tackles the world's biggest sustainability challenges, including climate change, water scarcity and pollution, and human rights abuses. The Ceres Investor Network on Climate Risk and Sustainability, comprising investors with trillions in assets, advances leading investment practices, corporate engagement strategies and policy solutions to build an equitable, sustainable global economy and planet. For more information, visit [www.ceres.org](http://www.ceres.org) and follow [@CeresNews](#).

Investor Group on Climate Change (**IGCC**) is a collaboration of Australian and New Zealand institutional investors and advisors focusing on the impact that climate change has on the financial value of investments. IGCC aims to encourage government policies and investment practices that address the risks and opportunities of climate change. For more information, visit [www.igcc.org.au](http://www.igcc.org.au) and [@IGCC Update](#).

Institutional Investors Group on Climate Change (**IIGCC**) is a collaborative forum for organisations in 9 European countries who manage trillions in assets. Its membership spans everything from belief-based funds to mainstream investors, from pension funds to fund managers and private equity houses. Its mission is to provide investors with a common voice to encourage public policies, investment practices and corporate behaviour which address long-term risks and opportunities associated with climate change. For more information, visit [www.iigcc.org](http://www.iigcc.org) & [@iigccnews](#).

The United Nations-supported Principles for Responsible Investment (**PRI**) is the world's leading initiative on responsible investment. The six Principles for Responsible Investment are a voluntary

and aspirational set of investment principles for incorporating environmental, social and governance issues into investment practices. In implementing the principles, signatories contribute to developing a more sustainable global financial system. The principles have signatories including asset owners, investment managers and service providers from over 50 countries including the G20, For more information, visit [www.unpri.org](http://www.unpri.org) and [@PRI News](#).

AIGCC, IGCC, IIGCC and INCR collaborate regularly as members of the [Global Investor Coalition on Climate Change](#). All of the groups (along with UNEP FI) co-sponsor the [Investor Platform for Climate Action](#).