

## FSB CALLS FOR ENVIRONMENTAL RISK TO BE INCLUDED IN CREDIT RATINGS

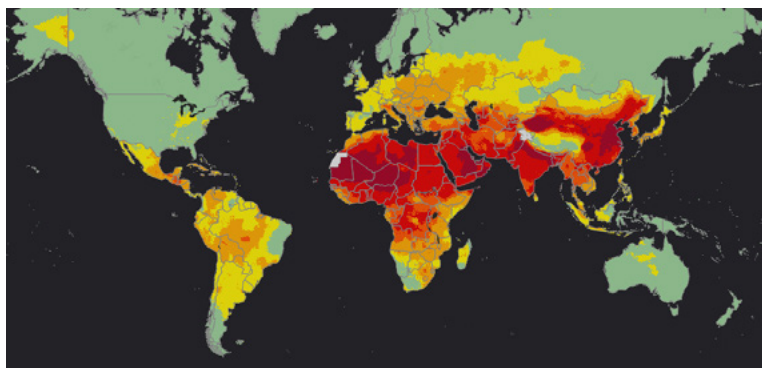
The Chair of the [Financial Stability Board](#) and Governor of the Bank of England, Mark Carney, has called for the '*mainstreaming [of] green finance*'. He forecast that '*green finance cannot conceivably remain a niche interest over the medium term*'. He noted that only around one-third of the top 1,000 US Companies

produce '*broadly comparable information on the financial risks posed by climate change*'. He called for companies to reveal their carbon strategies rather than just reporting their static carbon.

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### INFOGRAPHIC OF THE WEEK

Global ambient air pollution



Source: [World Health Organization, 2016](#)

## FAILING TO PRICE CARBON PROPERLY; MEASURING THE CARBON PRICING GAP

The [OECD](#) has issued a report arguing that 90% of emissions from energy use are priced at less than EUR 30 per tonne. Even worse is that 60% of emissions are unpriced. The OECD estimates that the damage from climate change resulting from a tonne of CO<sub>2</sub> emissions can be '*very conservatively be estimated at EUR 30*'. The analysis covers 41 OECD and G20

countries, accounting for 80% of CO<sub>2</sub> emissions. The report introduces a carbon pricing gap as a '*synthetic indicator of the extent to which effective carbon rates fall short of pricing emissions at EUR 30 per tonne of CO<sub>2</sub>*'.

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### THIS WEEK IN NUMBERS

650

km (400 miles) of road in Paris were closed to vehicles last Sunday

500

species of wild animals and plants are being evaluated for protection by CITES COP17 conference

300

billion US Dollars per year until 2050 is the cost of Asia adhering to the Paris climate agreement argues the ADB

92

percent of the world's population lives in places where air quality exceed WHO limits

16

food companies have been targeted by the 40 institutional investors over industrial animal food productions

11

billion GBP (US\$ 14bn) smart meter system in the UK continues to suffer from hacking vulnerability concerns

5

degrees Celsius may be the eventual warming of the Earth's temperature at today's greenhouse gas levels

2

percent of global emissions are produced by the aviation sector

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# INSIGHTS

## For the Mainstream Investor



Week ending September 30, 2016

Edition 162

## FRANCE STAKES ITS CLAIM TO BE THE HOME OF GREEN FINANCE

France's Minister for the Environment, Energy and the Sea has kicked off the [Week of Responsible Finance](#), arguing that the country should be the home of green finance. The French Government will start issuing green bonds, although exact details have not been released. Labels for green funds (Transition

écologique et énergétique pour le climat – TEEC) and SRI funds are already launched with Government backing as has Article 173, related to reporting by institutional investors.

[READ MORE](#) (subscription required)

### YOU HAVE BEEN WARNED....

Breakfast is likely to become more expensive as coffee, sugar and orange juice price rise on the back of Brazil's dry weather. [READ MORE](#)

### DID YOU SEE...?

The [world's largest ivory database](#) using the latest forensic techniques



## A NEW MEASURE OF DIVERSITY AND INCLUSION

Thomson Reuters has launched a Diversity & Inclusion [Index](#). The news and information company has used 24 metrics across four categories - diversity, inclusion, people development and news controversies - to measure the relative performance of companies.

Thousands of publicly listed companies were ranked, using public information sources like annual reports and filings. The top 100 companies were selected for the index.

[READ MORE](#)

### WE'VE BEEN WATCHING



[Luxembourg Stock Exchange](#) launches the world's first exchange that will only trade green securities

### WE'VE BEEN READING



[Rising to the challenge of short-termism](#) by the Focusing Capital on the Long Term (FCLT Global) group

### BELIEVE IT OR NOT

The UK's Office of National Statistics (ONS) has released data revealing the most popular birth dates over the last 20 years. Most popular in the UK was September 26<sup>th</sup>, while a further 8 of the most popular days were in the same month. This is also the most popular month in the US although the 9<sup>th</sup> was the most popular day. [READ MORE](#)



### CONGRATULATIONS!

Congratulations to Carolyn Roose (see media contact below) on her wedding last weekend. Carolyn will be re-branded as Carolyn Eagle.

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