



Session 1: Impact Analysis and Target Setting in Practice


UNEP FI Regional Roundtable Europe

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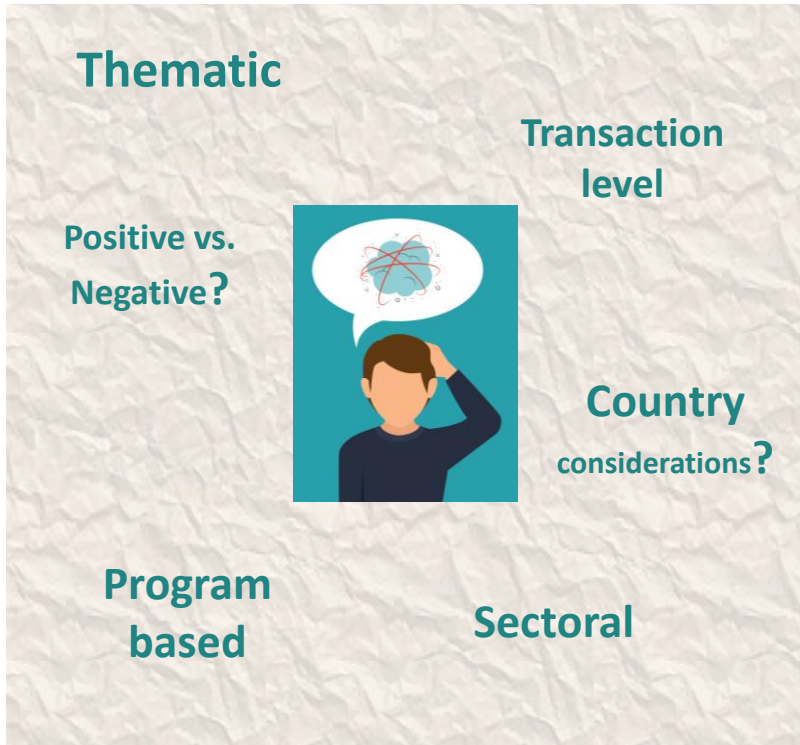
 The Need for implementing Principle 2

 What is New with the Impact Tool?

 Moving Forward: Challenges (and Solutions)

The Need for implementing Principle 2

Currently available



What is Needed

- 1 Portfolio level
- 2 Covering all SDGs
- 3 Eliminating Opr. Burden
- 4 Positive & Negative
- 5 Easily Adaptable
- 6 Country specific

What is new with the Impact Tool?

1 Filling the Gaps

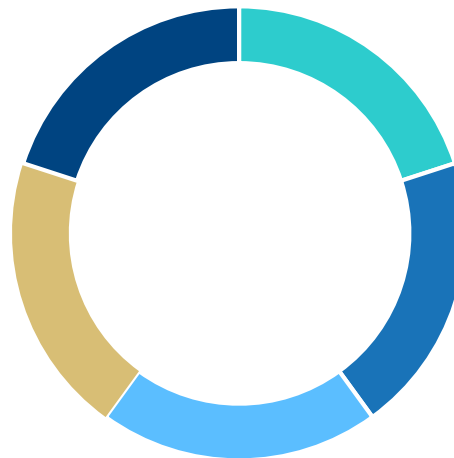
All available methods reviewed
Builds on existing experience

2 Sector to Impact Map

Mapping based on main & sub-sectors
Code converter: ISIC, NACE, ANZSIC, etc.

3 Country to Impact Map

Regional considerations converted into
unique terms
Comparable but differentiated results



4 Comprehensive

Covers all impact areas & operations
Nuances taken into consideration (e.g. market
influence)
Positive & Negative impacts assessed
simultaneously

5 Adaptable to Bank processes

Developed by Banks, operational limitations
considered to the extent possible
Most parts autofilled

Moving Forward: Challenges and Solutions

	Challenges	to Overcome...
Market Limitations	<ul style="list-style-type: none">■ Sectoral classification still a problem■ Assessing the alignment with existing frameworks may be challenging in some countries■ Comparison with peers is difficult in markets where peers are not very active	<ul style="list-style-type: none">■ Use innovation to overcome limitations■ Build partnerships to create new norms/processes/benchmark data■ Peer learning■ Continuous enhancement through consultation
Data & Quantification	<ul style="list-style-type: none">■ Setting a quantitative indicator per each impact area is challenging■ KPIs gathered based on client declaration, how to validate?	<ul style="list-style-type: none">■ Work with policy makers in areas that limit us in setting indicators■ Use KYC systems to identify KPIs
Country Needs	<ul style="list-style-type: none">■ Not complete yet■ There will be a need to engage with public bodies	<ul style="list-style-type: none">■ New WG to work with public institutions and other stakeholders



THANK YOU