A view from private investors

Are you reporting your carbon footprint?

Do you know how to determine it?

Do you know how to reduce it further?

Are carbon footprint expenditures a cost or investment for you?

Note: 30 OECD-based institutional investors and fund managers participated in the survey
Supply and demand imbalance

Annual investment, US$ trillion

Supply of capital

Public

Private

Demand for investment

Paris Accord

Status quo

Sources: OECD; E&Y; Preqin; McKinsey Global Institute
Obstacles

Money is not a problem ...

Limited sharing of pipeline
Legislative gaps
Regulatory and policy risks
Limited econometric information

Sources: own research; OECD; Global Infrastructure Hub
Green Bonds Example

Only one sixth of climate-aligned bonds are “labelled green bonds”

Lack of green issuances commands pricing “greenium”
Call for greater market efficiency

**transparency, frameworks, engagement**

Improve **visibility of pipeline**

Introduce new **policy incentives** with limited policy risks

Activate development banks for greater **credit enhancement** support, especially in EM

Collect more **benchmarking data** for green investments, particularly in equities
Testimonies