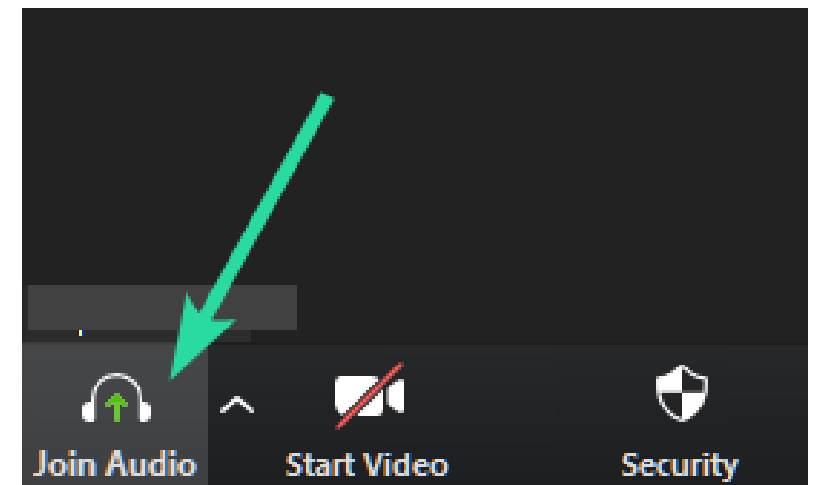


# Navigating CDP's 2024 Integrated Questionnaire for the Financial Services Sector

10th July 2024 | 14:00 – 15:00 (GMT+8)

## Please note:

- ▼ All attendees are muted upon entry
- ▼ Please ensure you have connected to your device's audio
- ▼ Please use the Q&A button to ask questions
- ▼ Slides and recording of this webinar will be shared with all registrants



# Agenda



Introduction to CDP

Disclosure conditions in 2024

Key changes to the Financial Services sector questionnaire

Resources

Q&A Session

# Introduction to CDP



# CDP – Global Disclosure System



- ▶ Mission driven environmental non-profit
- ▶ Drives efforts towards a net zero, nature-positive economy
- ▶ Maintains the world's most comprehensive database of environmental data
- ▶ Converges frameworks, standards, and laws for comparable disclosure and data

**700+**

Investors requested thousands of companies to disclose to them through CDP in 2024

**340+**

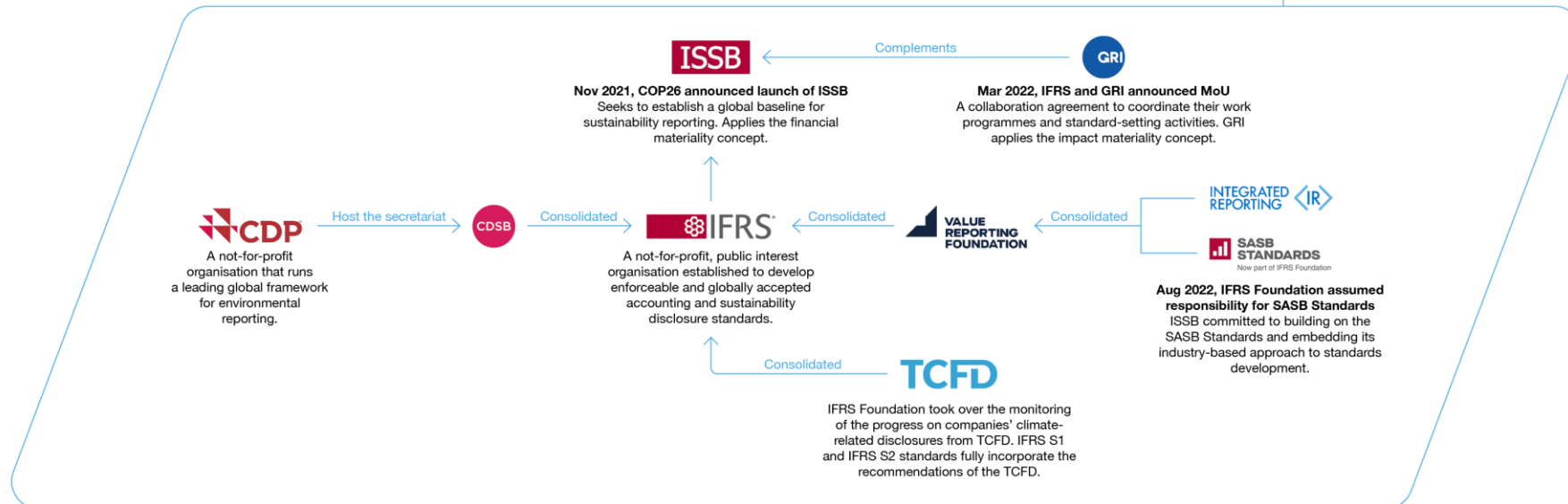
Buyers asked their suppliers to disclose through CDP

**23,000+**

Companies worth over 66% of global market capitalisation disclosed through CDP in 2023



# Pathway to ESG disclosure going mainstream



# Enabling standards-aligned disclosure globally

## Aligned

**TCFD** | TASK FORCE ON CLIMATE-RELATED FINANCIAL DISCLOSURES  
since 2018

**EU TAXONOMY**  
Reflected since 2023

**IFRS**  
S2 since 2024

**GREENHOUSE GAS PROTOCOL**



## Expanding alignment



Approx. 75% aligned with the Proposed US SEC rule, further alignment ongoing

**EFRAG**

Furthering alignment with European Sustainability Reporting Standards (ESRS) ongoing via an official partnership



Partially aligned with TNFD disclosure recommendations, working towards full alignment



# Disclosure conditions in 2024

# 2024 Disclosure Conditions



	2024 Conditions
Scoring deadline	18 September
Disclosure platform closure	2 October
Scoring	<b>Climate:</b> public score (private score for first-time responders*) <b>Forests:</b> private score <b>Water security:</b> private score <b>Biodiversity:</b> not scored <b>Plastics:</b> not scored
Public/non-public response	Public or non-public response

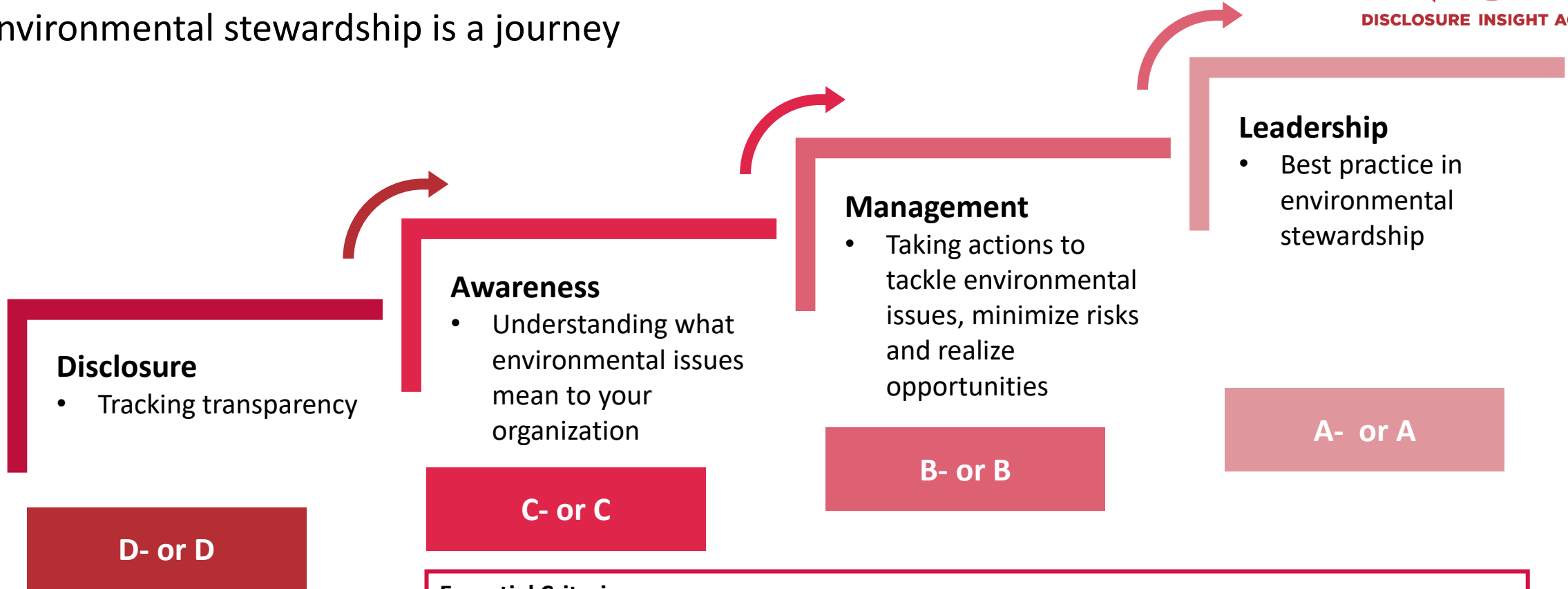
*\*First-time responders: companies that have not responded/disclosed to CDP’s capital market signatory request for the past 3 years*  
*\*Private score: made only available to disclosing organisation and not shared with requesting authority or appear on CDP website*

	Public response	Non-public response
Shared with stakeholders (investors and/or customers) requesting your response	Yes	Yes
Made available via CDP website	Yes	No
Shared with CDP scoring partners for scoring purposes	Yes	Yes
Response/information in response published by CDP or third parties in reports	Yes	Data anonymised and aggregated



# Scoring Approach

Environmental stewardship is a journey



## Essential Criteria

Essential criteria are applied at Awareness, Management and Leadership levels, the criteria must be met at each level to progress their score to the next level.

Not all topics will have criteria applied to all levels. Refer to guidance [here](#).

For example, unmet Awareness criteria cap the score at D, while met Awareness but unmet Management criteria cap it at C and so on.

# Disclosure Admin Fee



The admin fee applies to companies requested to disclose by CDP's Capital Market Signatories, as well as self-selected disclosers

Organization headquarters	Enhanced fee	Foundation fee	Essential fee
Japan	¥ 740,000	¥ 310,000	n/a
China	CN¥51,50	CN¥20,500	CN¥8,250
India	₹5,70,000	₹2,27,500	₹91,000
Southeast Asia, South Korea, Australia or New Zealand	US\$7,300	US\$3,100	n/a
Hong Kong, China and Taiwan, China	US\$7,300	US\$3,100	n/a
Other countries	US\$7,300	US\$3,100	US\$ 1,115



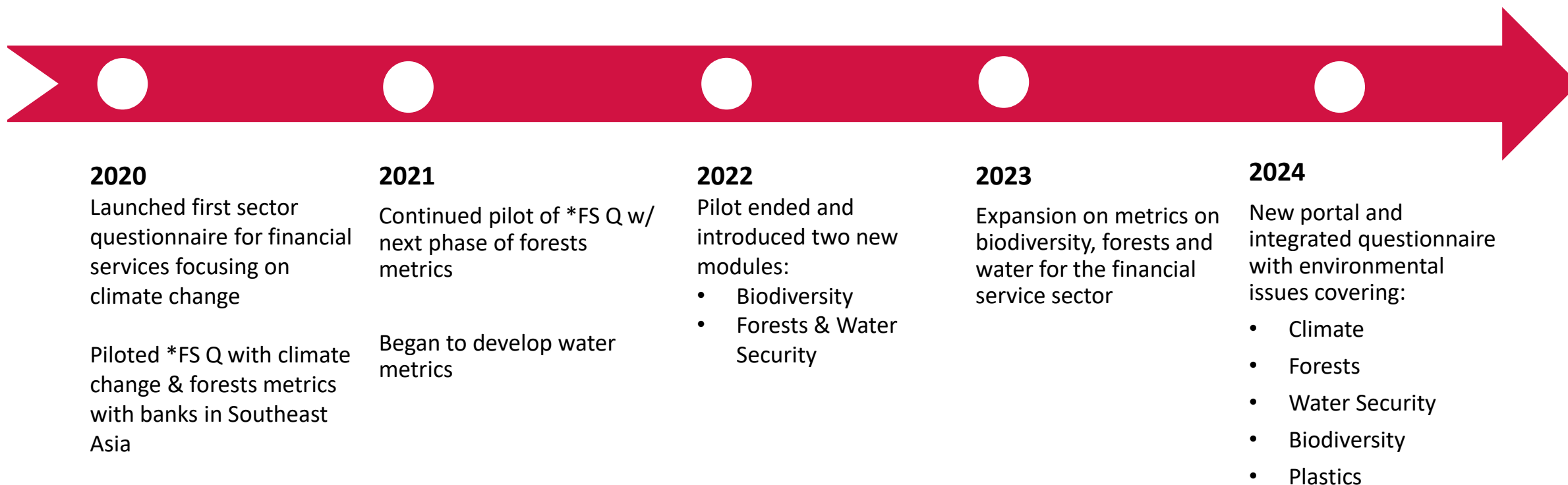
# Key changes for financial services sector questionnaire in 2024



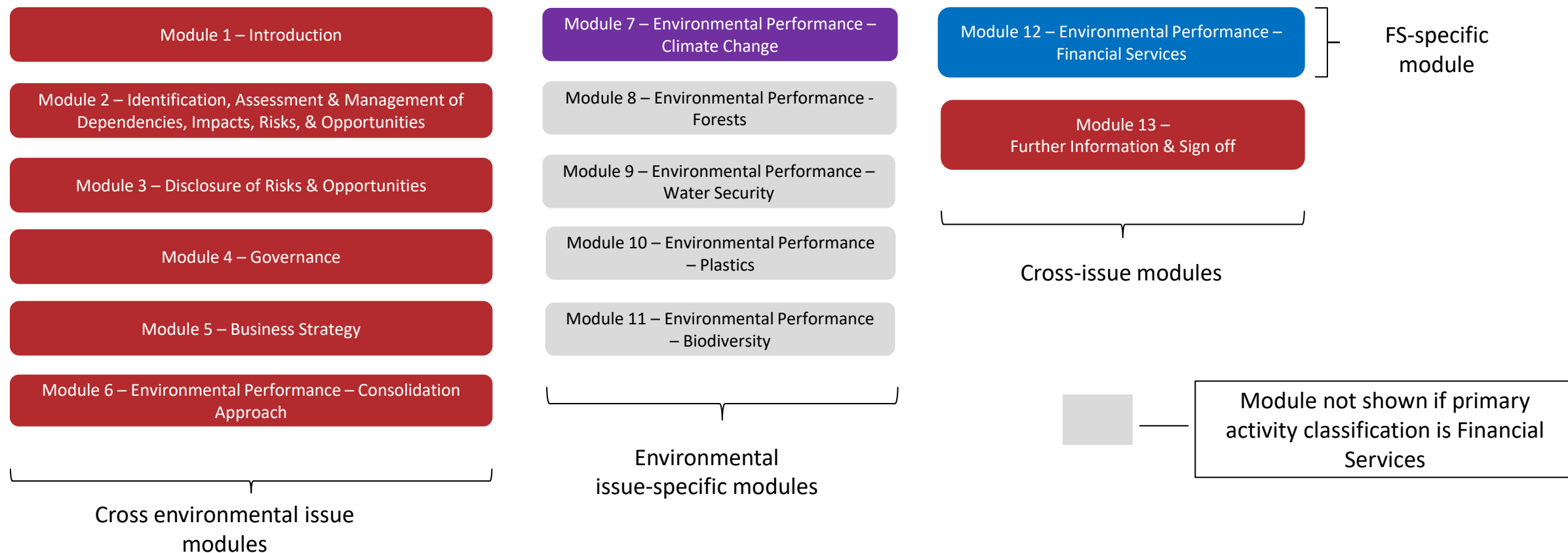
# Evolution of Financial Services Questionnaire



***Vision:*** Create a reporting framework for financial services covering all climate- and nature-related impacts of financing



# Overview of the 2024 questionnaire

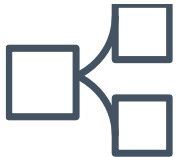


# Key changes for more thorough disclosure



## Beyond risk assessment

- Shift from risk assessment focused on business risks & opportunities, to assessment of environmental **impacts** and **dependencies**.



## Value chain mapping

- Disclosers must demonstrate visibility and knowledge of entities across their **value chain**.

## Priority locations

- Identification of **priority locations** for forests, water and biodiversity.



## Environmental issues

- Plastics activities expand from production/commercialization to waste and/or water management activities, as well as **provision of financial products and services for plastics-related activities**.
- Forests questions reframed - previously commodity-based, now in **transition to land use-based**. Scoring methodology facilitates a single Forests score (previously one per commodity).





# New questions in 2024

## 11 New Questions

- ▼ **1.5** – on reporting boundaries
- ▼ **1.9** – on organization size based on total assets value
- ▼ **1.24** – on value chain mapping
- ▼ **2.2.4** – on process for environmental dependencies and/or portfolio activities impacts
- ▼ **2.2.7** – on interconnections of environmental dependencies, impact, risks and/or opportunities
- ▼ **3.1.2** – on financial metrics that are vulnerable to substantive effects of environmental risks
- ▼ **3.6.2** – on financial metrics that are aligned with substantive effects of environmental opportunities
- ▼ **4.1** – on board of directors or equivalent governing body
- ▼ **4.4** – on management level competency
- ▼ **5.3** – on influences of strategy and/or financial planning
- ▼ **12.5** – on finance and/or insurance for activities or sector aligned with sustainable finance taxonomy

# Key changes for the Financial Services sector

▼ 2024 modules: Financial services questions with key changes




- ***Module 1: Introduction***
- ***Module 4: Governance***
- ***Module 5: Business strategy***
- ***Module 12: Environmental performance – Financial services***



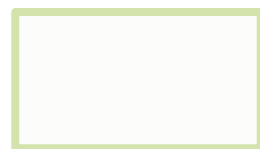
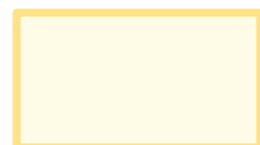
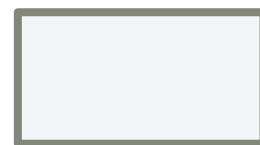
# Clarifications

- **Note:** only significant changes will be addressed in the 2024 changes webinars.  
For more details about changes see [Disclosure 2024 materials](#).
- This presentation will only address changes to FS-specific questions.
- The two keys below indicate how the relevant environmental issues and the types of changes will be indicated in the webinar.

## Environmental issue – icon key:

-  : Climate change
-  : Forests
-  : Water security
-  : Biodiversity
-  : Plastics

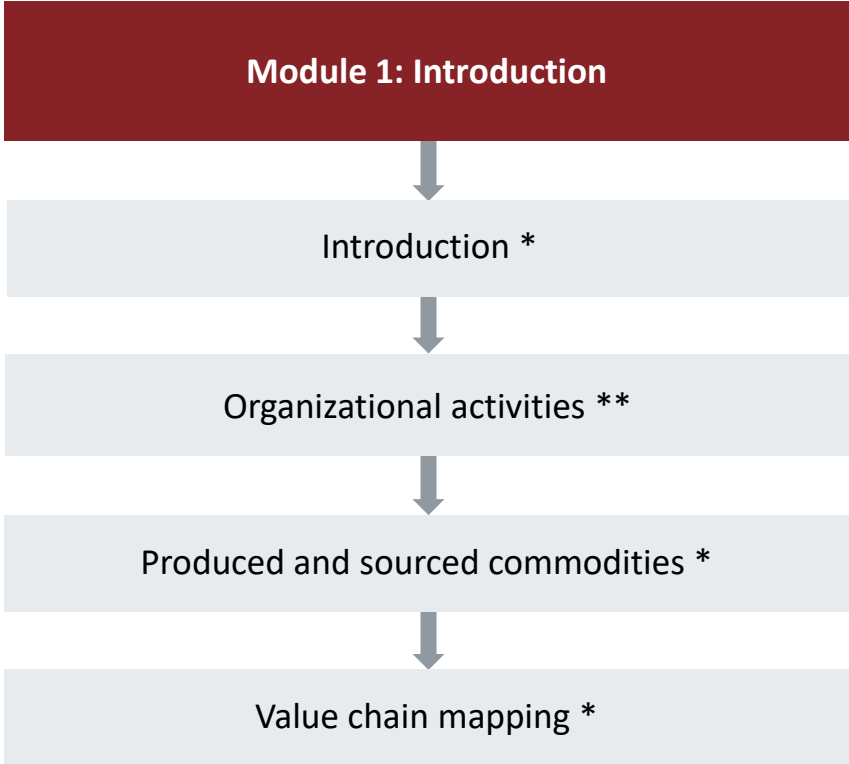
## Change label – color key:

-  New question
-  Modified question
-  Different types of changes per environmental issue



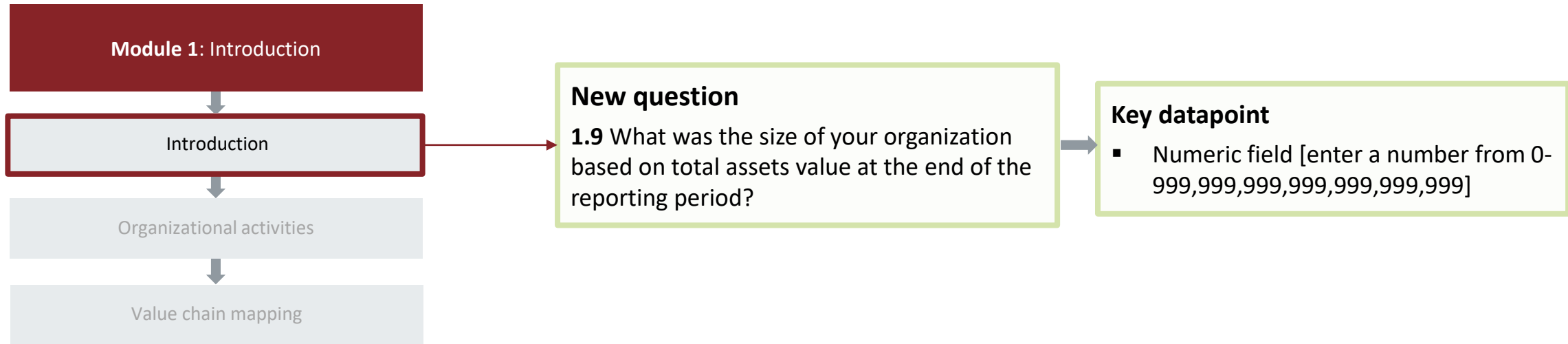
# Module 1: Introduction

2024 MODULES
<b>M1</b> Introduction
<b>M2</b> Identification, assessment and management of dependencies, impacts, risks, and opportunities
<b>M3</b> Disclosure of risks and opportunities
<b>M4</b> Governance
<b>M5</b> Business strategy
<b>M6-12</b> Environmental performance
<b>M13</b> Further information & sign off

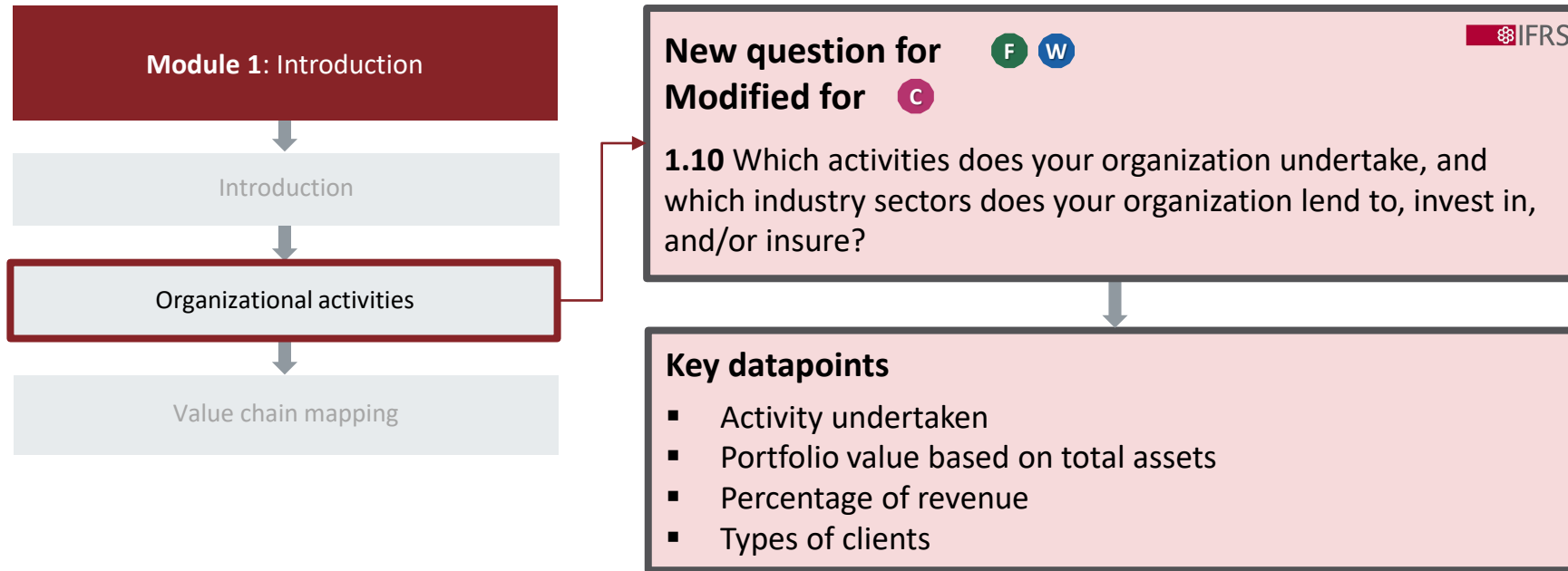


*\* Includes sector-specific questions*  
*\*\* Sector-specific section*

# Module 1 – Introduction



# Module 1 – Introduction



# Module 2: Identification, assessment and management of dependencies, impacts, risks and opportunities

## 2024 MODULES

**M1** Introduction

**M2** Identification, assessment and management of dependencies, impacts, risks, and opportunities

**M3** Disclosure of risks and opportunities

**M4** Governance

**M5** Business strategy

**M6-12** Environmental performance

**M13** Further information & sign off



## Module 2: Identification, assessment and management of dependencies, impacts, risks, and opportunities

Definition of time horizons

Process for identifying, assessing, and managing dependencies, impacts, risks, and opportunities \*

Priority locations

Definition of substantive effects

Pollutant management procedures

Tailings dams management procedures  
(MM/CO only) \*\*

\* Includes sector-specific questions

\*\* Sector-specific section



# Module 3: Disclosure of risks and opportunities

2024 MODULES
M1 Introduction
M2 Identification, assessment and management of dependencies, impacts, risks, and opportunities
<b>M3 Disclosure of risks and opportunities</b>
M4 Governance
M5 Business strategy
M6-12 Environmental performance
M13 Further information & sign off



*\* Includes sector-specific questions*

# Module 4: Governance

## 2024 MODULES

**M1** Introduction

**M2** Identification, assessment and management of dependencies, impacts, risks, and opportunities

**M3** Disclosure of risks and opportunities

**M4** Governance

**M5** Business strategy

**M6-12** Environmental performance

**M13** Further information & sign off



## Module 4: Governance

Board oversight



Board competency



Management responsibility



Management competency



Incentives



Environmental policies



Pension schemes (FS only) \*\*



External collaborative frameworks



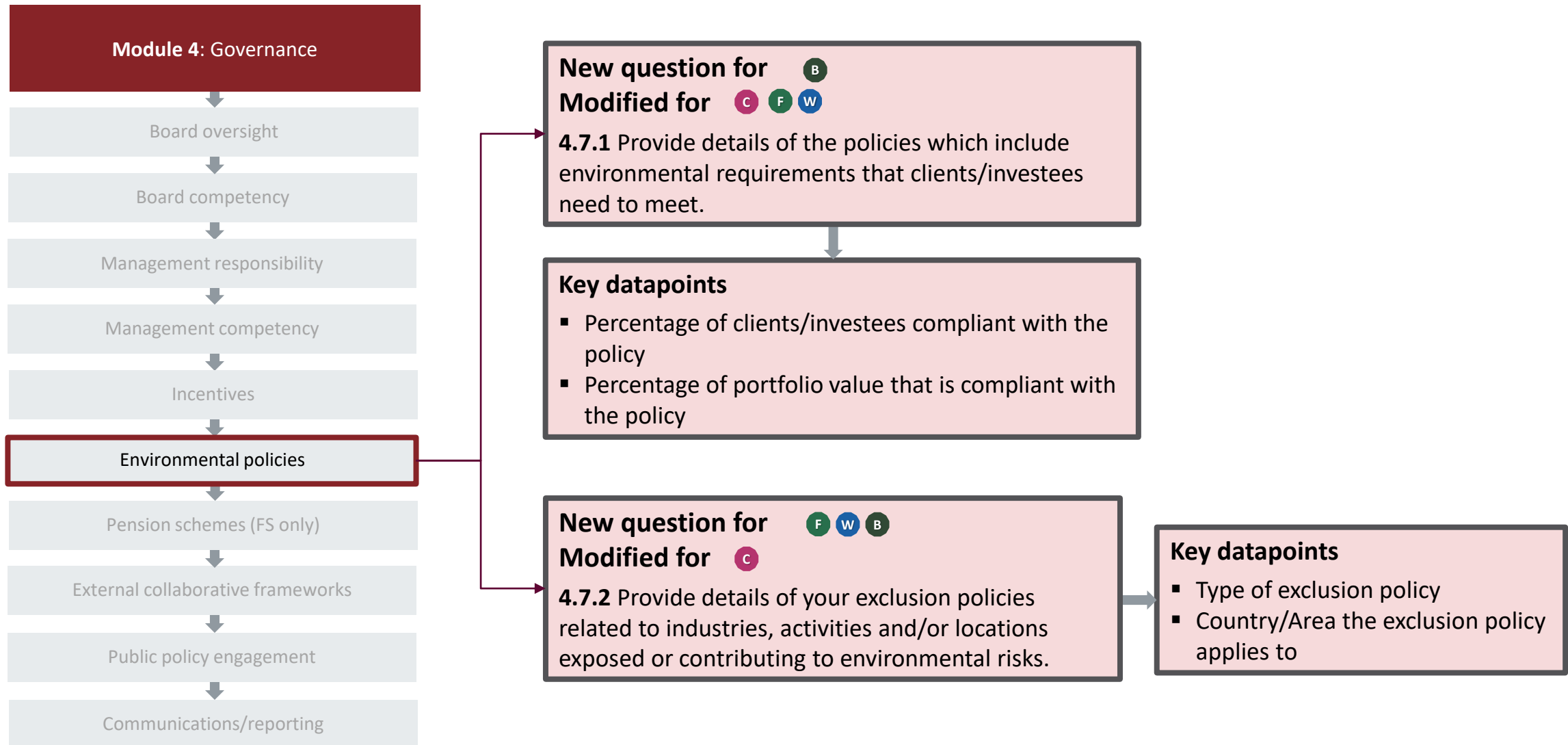
Public policy engagement



Communications/reporting

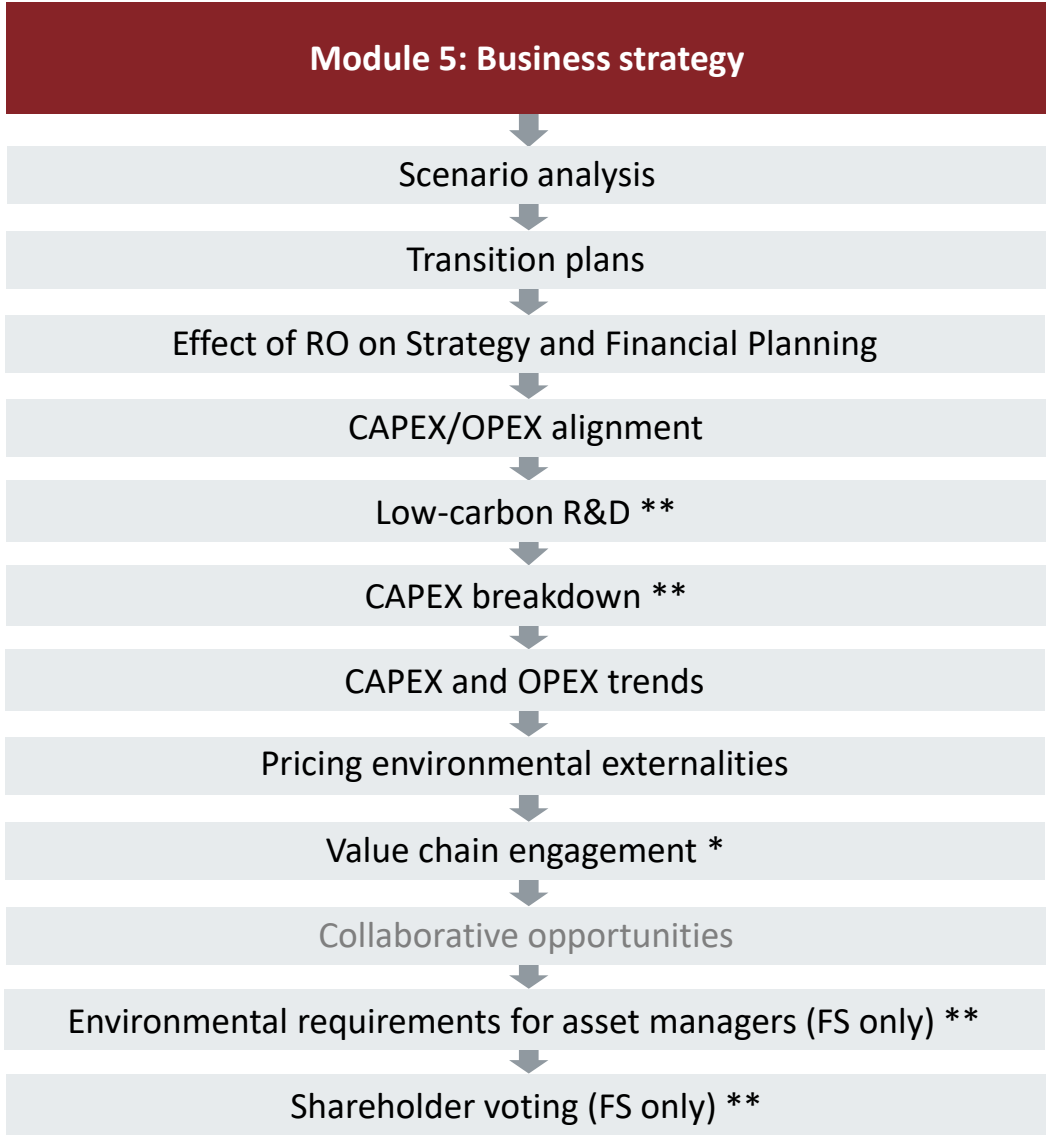
*\*\* Sector-specific section*

# Module 4: Governance



# Module 5: Business strategy

2024 MODULES
M1 Introduction
M2 Identification, assessment and management of dependencies, impacts, risks, and opportunities
M3 Disclosure of risks and opportunities
M4 Governance
<b>M5 Business strategy</b>
M6-12 Environmental performance
M13 Further information & sign off

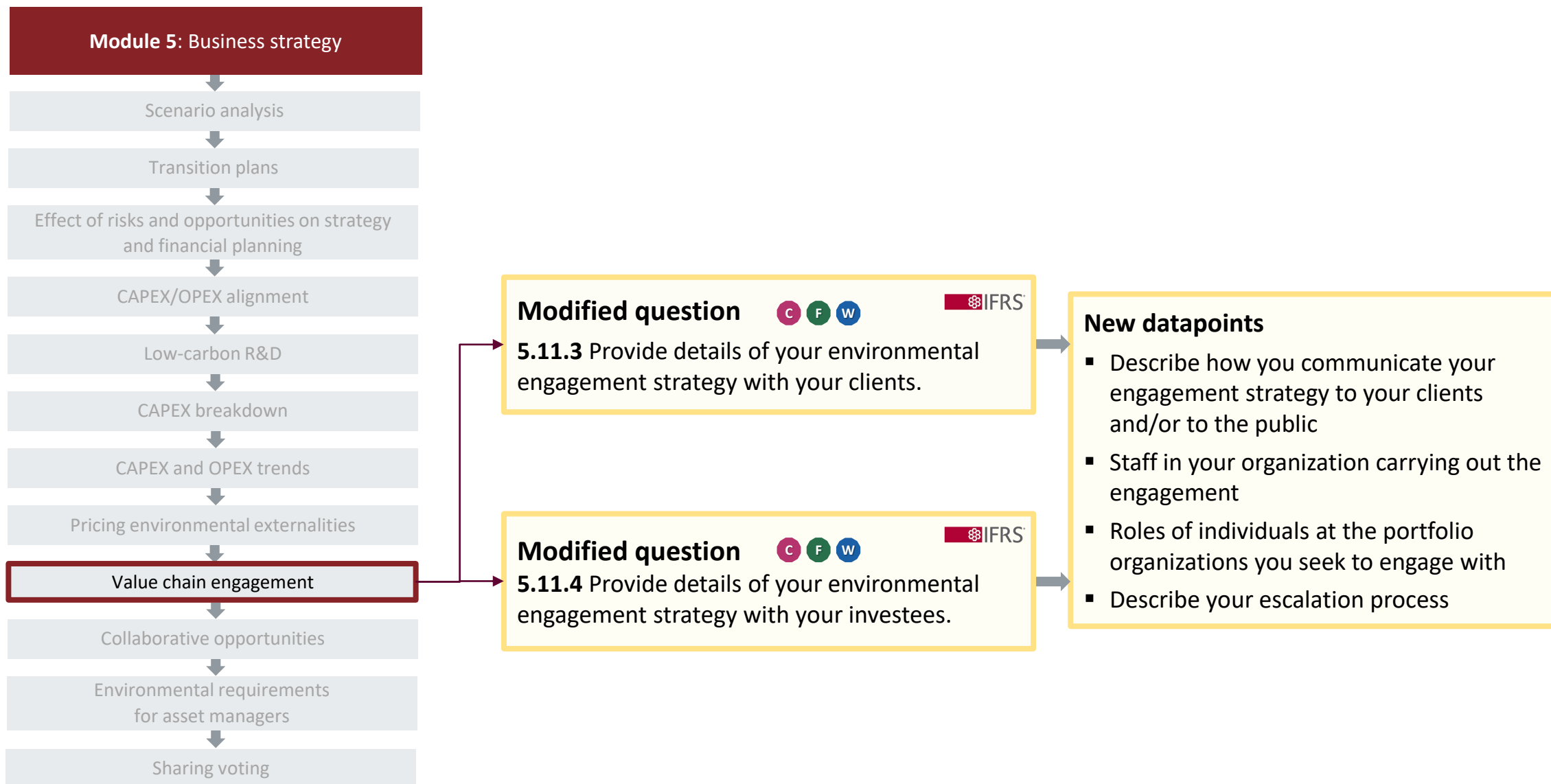


\* Includes sector-specific questions

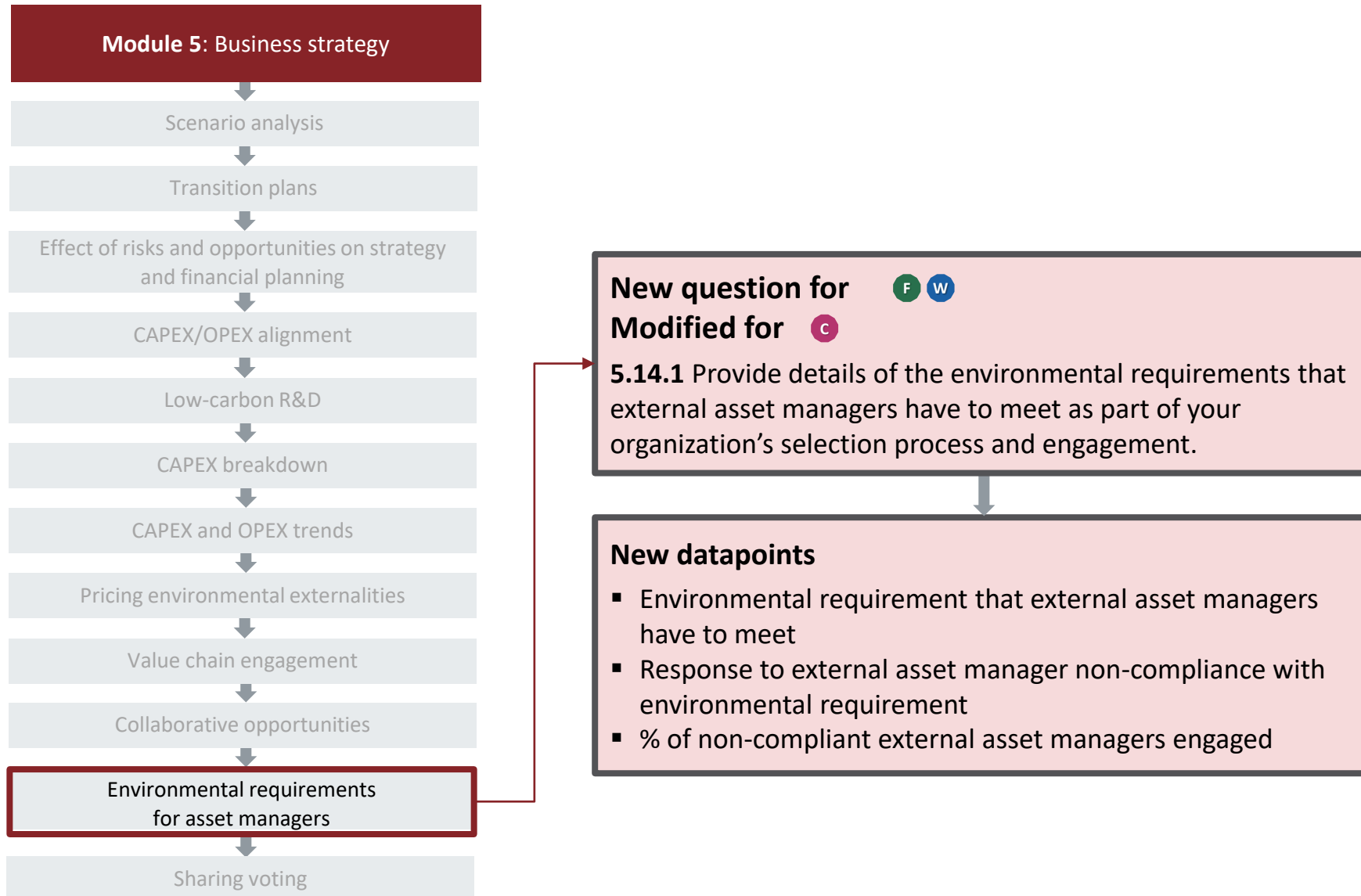
\*\* Sector-specific section



# Module 5: Business strategy

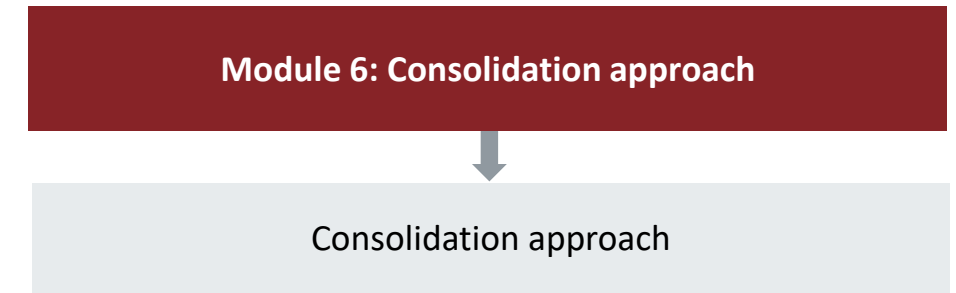


# Module 5: Business strategy



# Module 6: Consolidation approach

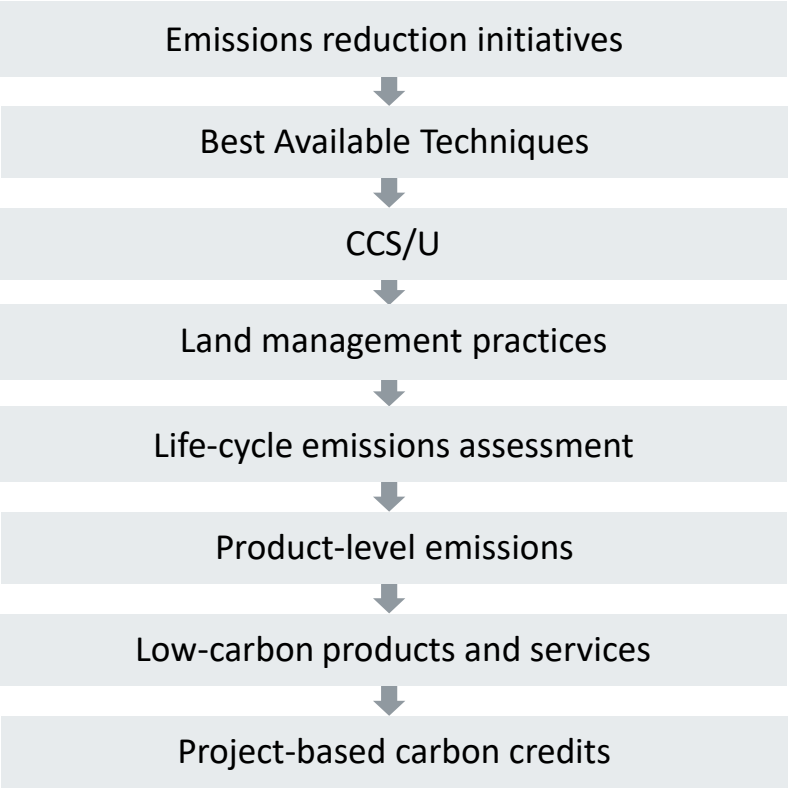
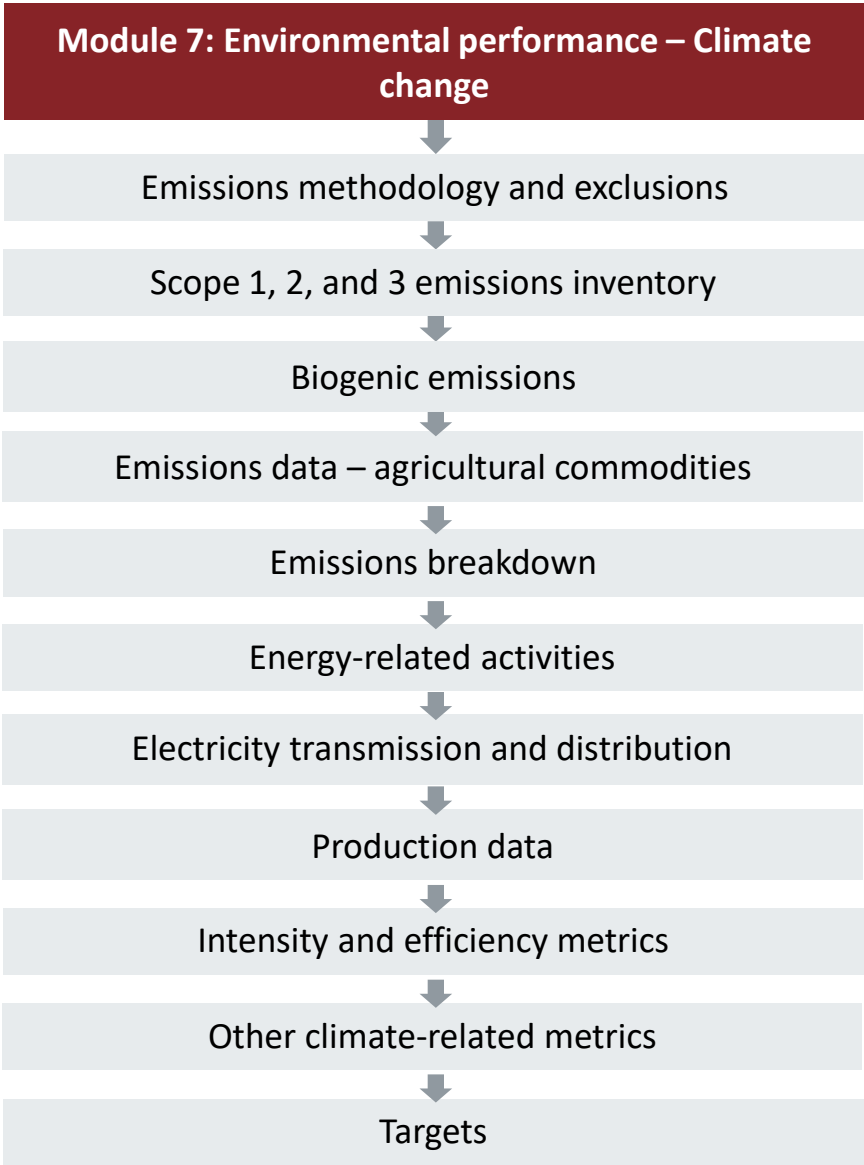
2024 MODULES
M1-5
Environmental Performance
<b>M6 Consolidation approach</b>
M7 Climate change
M8 Forests
M9 Water
M10 Plastics
M11 Biodiversity
M12 Financial Services
M13 Further information & sign off



# Module 7: Environmental performance – Climate change



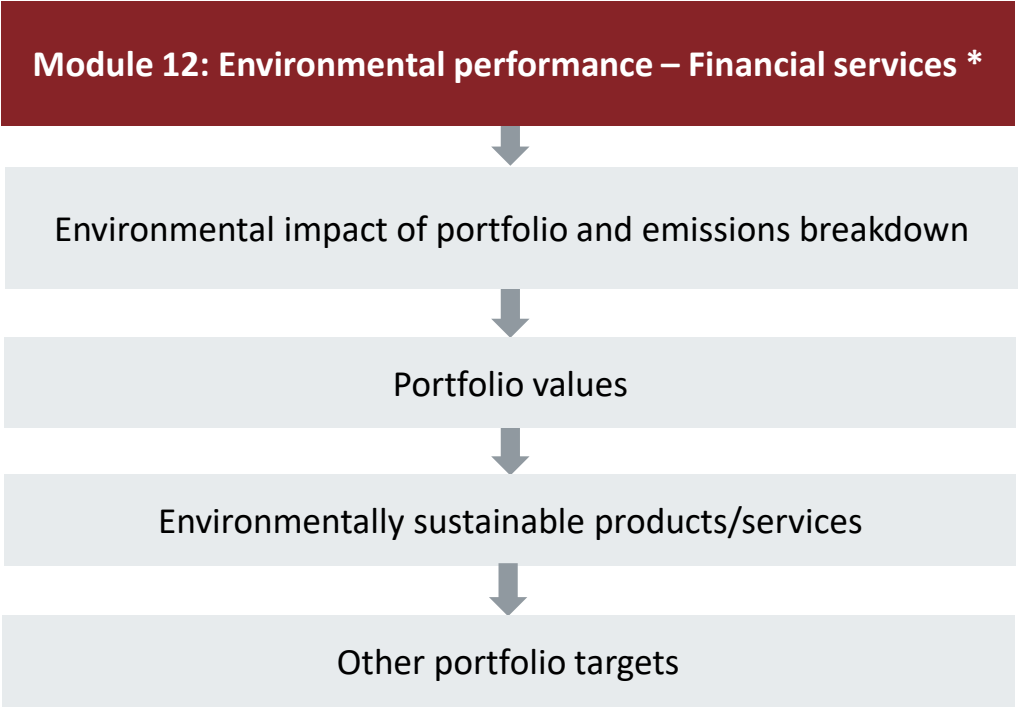
2024 MODULES
M1-5
Environmental Performance
M6 Consolidation approach
M7 Climate change
M8 Forests
M9 Water security
M10 Plastics
M11 Biodiversity
M12 Financial Services
M13 Further information & sign off





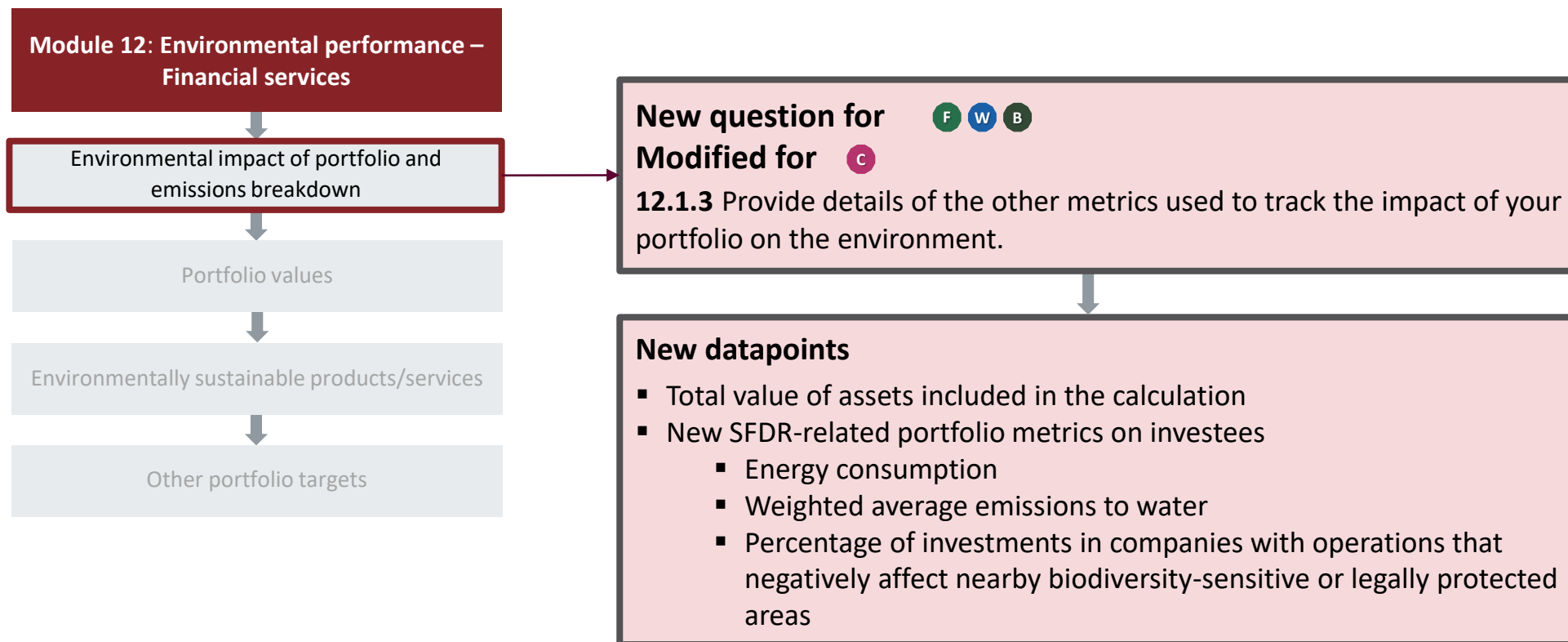
# Module 12: Environmental performance – Financial Services

2024 MODULES
M1-5
Environmental Performance
M6 Consolidation approach
M7 Climate change
M8 Forests
M9 Water
M10 Plastics
M11 Biodiversity
M12 Financial Services
M13 Further information & sign off

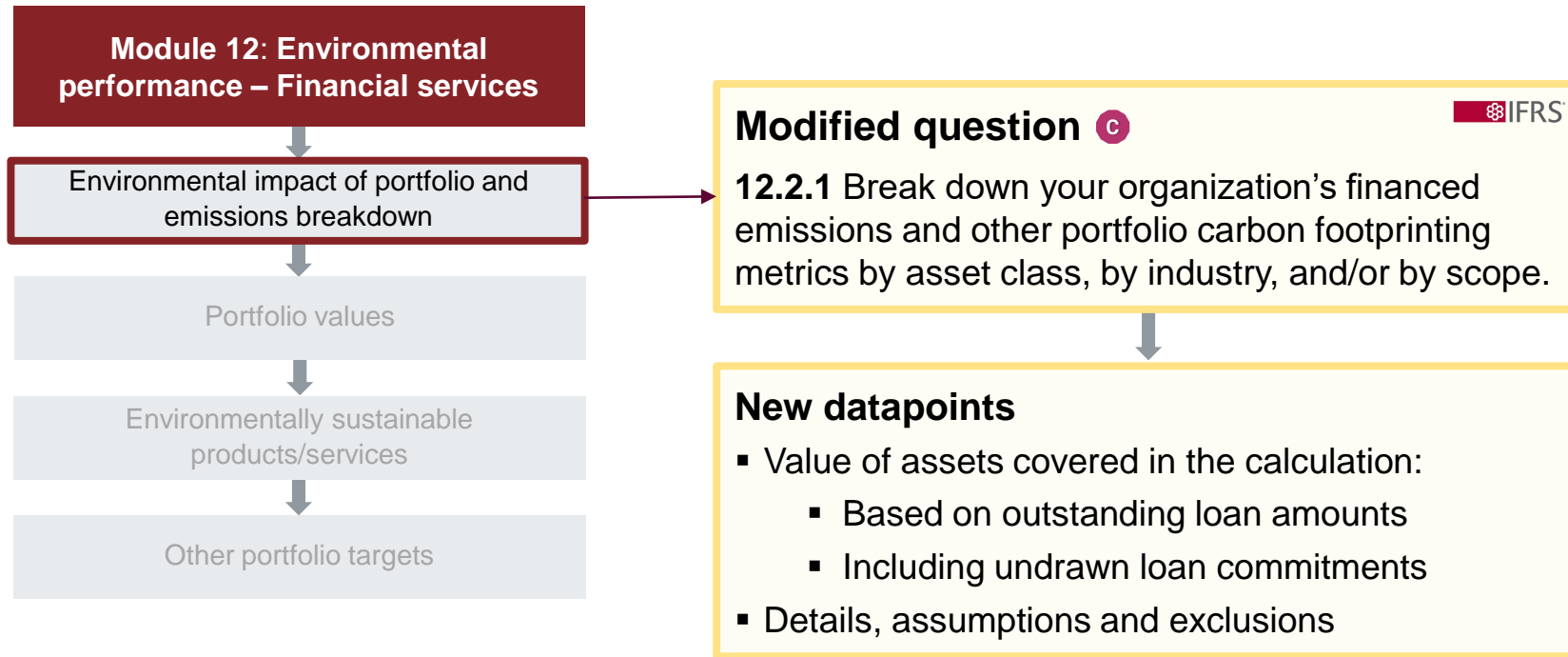


*\* Sector-specific module*

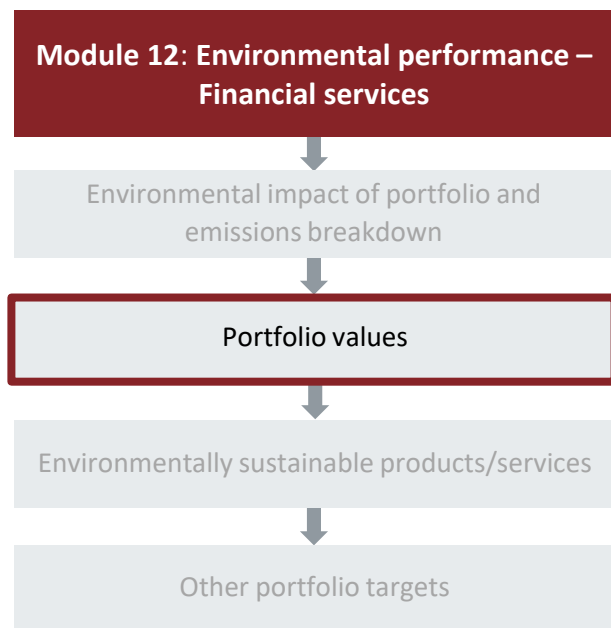
# Module 12: Environmental performance – Financial Services



# Module 12: Environmental performance – Financial Services



# Module 12: Environmental performance – Financial Services



## New question <sup>c</sup>

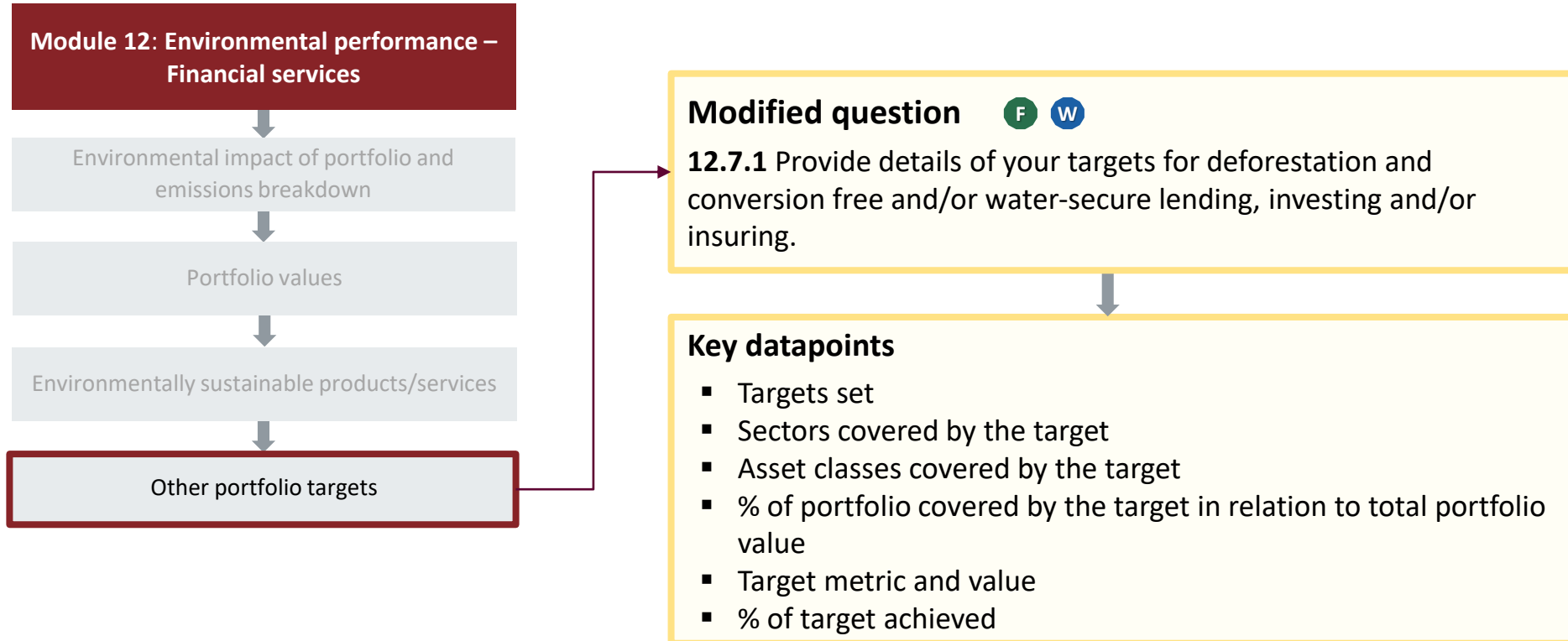
**12.5** In the reporting year, did your organization finance and/or insure activities or sectors that are aligned with, or eligible under, a sustainable finance taxonomy? If so, are you able to report the values of that financing and/or underwriting?

## Key datapoints

- Taxonomy under which portfolio alignment is being reported
- Total assets aligned with the taxonomy
- % of portfolio that is aligned with the taxonomy
- Assets excluded from alignment calculation and reasons for exclusion
- Details of “Do No Significant Harm” analysis
- If reporting under ‘EU Taxonomy for Sustainable Activities’:
  - Assets covered, excluded and aligned with taxonomy KPIs
  - Share of aligned assets based on turnover and CAPEX of investees
  - Share of aligned assets contributing to climate change mitigation vs. adaptation



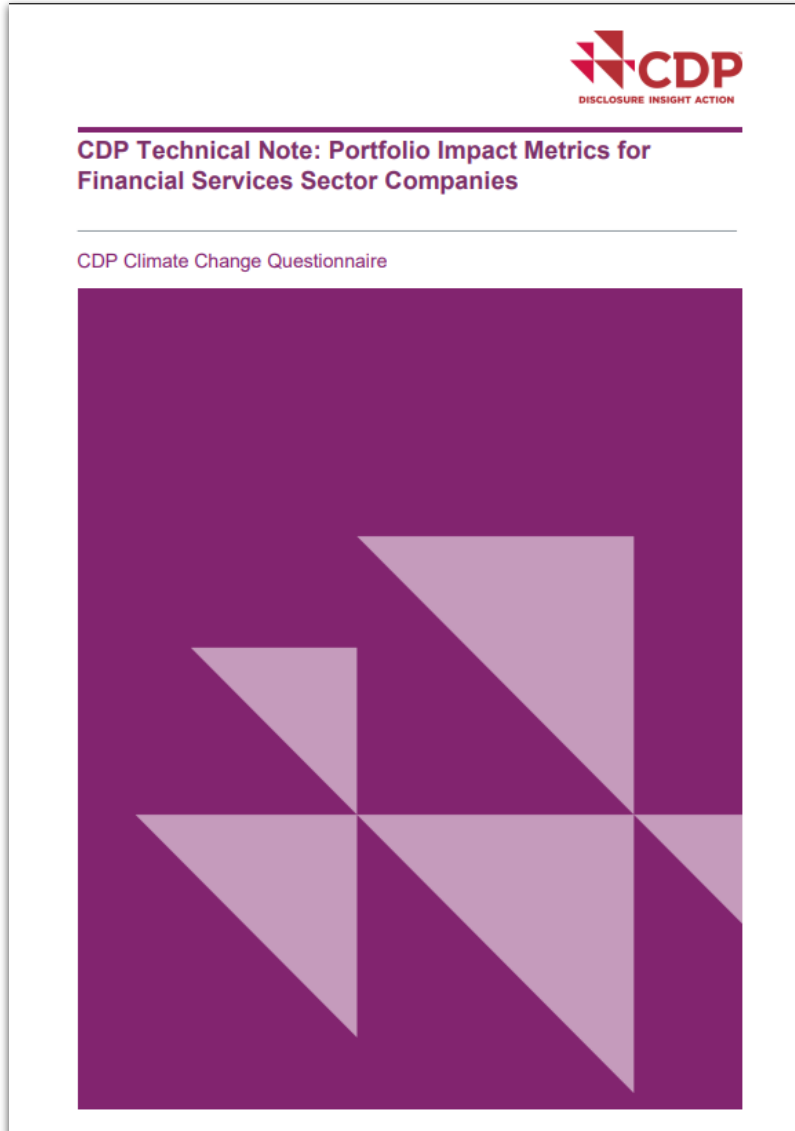
# Module 12: Environmental performance – Financial Services



# Resources



# Resource: Technical Note



## CDP Technical Note: Portfolio Impact Metrics for Financial Services Sector Companies:

- Portfolio emissions
- Weighted average carbon intensity
- Portfolio carbon footprint
- Insurance-associated emissions
- Exposure to/value of carbon-related assets

# Scoring Resources

## [CDP Full Corporate Scoring Introduction](#)



## [CDP Climate Change Scoring Essential Criteria](#)



# 2024 Questionnaire



Visit: [CDP full corporate questionnaire - CDP](#)



[Home](#) > [2024 Disclosure](#) > CDP full corporate questionnaire

The CDP Portal and response window is **now open for disclosers**. You can prepare to disclose by browsing our [Guidance for Companies page](#) where you'll find key information and supporting materials – including the CDP full corporate and SME questionnaires and guidance – and visiting our [2024 disclosure hub](#).

Not yet registered? [Register to disclose](#) or to be added to a registered organization with no active users.

## Introducing the new multi-environmental issue full corporate questionnaire

CDP evolves annually to push corporate ambition further, and to support companies and financial markets to transition in line with a 1.5°C, nature-positive world.

In 2024, CDP will roll out a new multi-environmental issue format for the CDP full corporate questionnaire, combining all three existing questionnaires across climate change, forests, and water security into one questionnaire. Learn more below.

## Further resources

[Key changes for 2024: Part I](#) >>

[Key changes for 2024: Part II](#) >>



### Guidance for Companies

Learn more about how companies can disclose through CDP.



### CDP full corporate questionnaire guidance

Access the CDP full corporate questionnaire guidance.



### Disclosure hub

Explore further information and supporting materials on how to disclose through CDP in 2024.



# Q&A Session