

OUR CLIMATE STRATEGY AND ACTION PLAN

Climate change represents a major financial risk to the Fund's investments, and action needs to be taken to properly manage this risk. This report contains some key facts, figures and news. Please follow the link at the bottom for more detailed information.

OUR BASELINE FOR CARBON REDUCTION:

49 tCO₂e/\$m invested

Scope 1 & 2 emissions in tonnes of CO₂ equivalent per \$m invested for our listed equities as at 31 Dec 2020

OUR COMMITMENTS



We commit to a whole Fund carbon reduction target of **50% by 2030**



We commit to a listed equities carbon reduction target of **43% by 2025** and **69% by 2030**



We commit to allocating **30% of the Fund to sustainable/low carbon green assets by 2025** and **35% by 2030** (as measured by the long-term strategic asset allocation).



We will expand specific net zero target setting and monitoring of metrics for other asset classes over 2022, starting with property and infrastructure.

To take advantage of investment opportunities in the transition to a low carbon economy, we have made new allocations to **Renewable infrastructure and sustainable equities**

We have collaborated with the Brunel pool and other funds to develop a **Paris-aligned passive portfolio**, in which we will be investing **£600m**.

This portfolio looks to the future, and will help us deliver our net zero target.

We surveyed our members, and **86%** answered "Yes" or "Maybe" to the question "is it important to you for the Fund to invest in sustainable and/or low carbon assets".

Please follow the link to our website for further information

<https://www.wiltshirepensionfund.org.uk/Climate>

For any questions, please email pensionenquiries@wiltshire.gov.uk

OUR GOAL:

To protect the investments from climate change risk, and safeguard the financial future of the Fund

OUR INVESTMENT BELIEFS:

"Environmental, Social and Governance factors, including Climate Change are important factors for the sustainability of investment returns over the long term"

"In order to protect the Fund's investments into the future, the Fund supports a global warming scenario of well below 2°C, and states an ambition to achieve net-zero carbon emissions across all investment portfolios by 2050"

CURRENT "GREEN" ASSETS

22% of our long-term allocation

THE CARBON FOOTPRINT OF OUR LISTED EQUITIES:

16% lower

than the benchmark index as at 31 Dec 2020