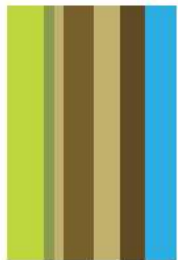


NCD

“Roadmap to Account for Nature”

for the Financial Industry



Natural
Capital
Declaration



RIO+20
United Nations
Conference on
Sustainable
Development

Natural Capital Declaration A Finance-sector led Initiative Launched at the Rio+20 Summit

Convening Partners



What is the NCD about?

A finance-led initiative to account and embed natural capital within investment, banking and loan decisions.

Entire financial sector, including banks, asset managers, institutional investors and (re)insurers.

18 month consultation process via 6 regional meetings, ongoing

CEO commitment highlighting the materiality of healthy natural capital for the industry.

Developing methodologies to operationalize the commitments in the declaration

An aerial photograph showing a sharp boundary between a cleared, sandy area on the left and a dense, green forest on the right. The cleared area contains scattered debris and small patches of green vegetation. The forest is thick with trees, showing a variety of green shades. The text 'CAPITAL / NATURAL' is overlaid in the center, and 'Unbalanced by any account' is at the bottom right.

CAPITAL / NATURAL

Unbalanced by any account

NCD Approach

“Four Steps to Account for Nature”

- 1. understand** the *dependencies and impacts* of natural capital to a financial institution's operations, risk profile, etc
- 2. embed** and integrate natural capital considerations into financial products and services – including loans, investments and insurance policies
- 3. report / disclose:** which includes Natural Capital as part of the wider definition of resources and relationships key to an organization's success
- 4. account** for natural capital in accounts and decision making

Perceived levels of Impact and dependencies vary across sectors

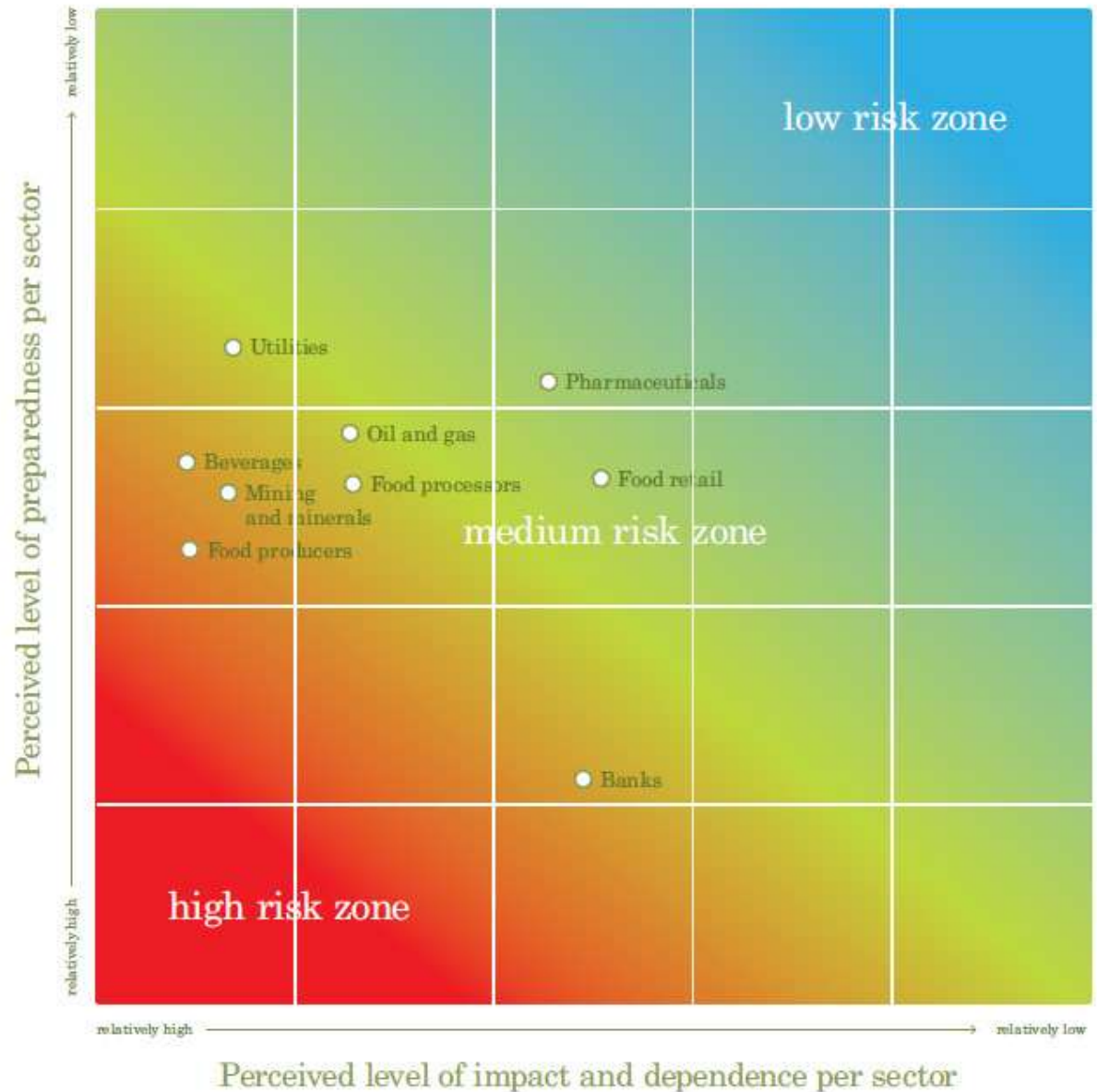


Figure 2. Comparing the perceived level of impact and dependence, with the level of preparedness for nine subsectors.¹⁶

Proposed Timetable: 2012 > 2015 > 2020

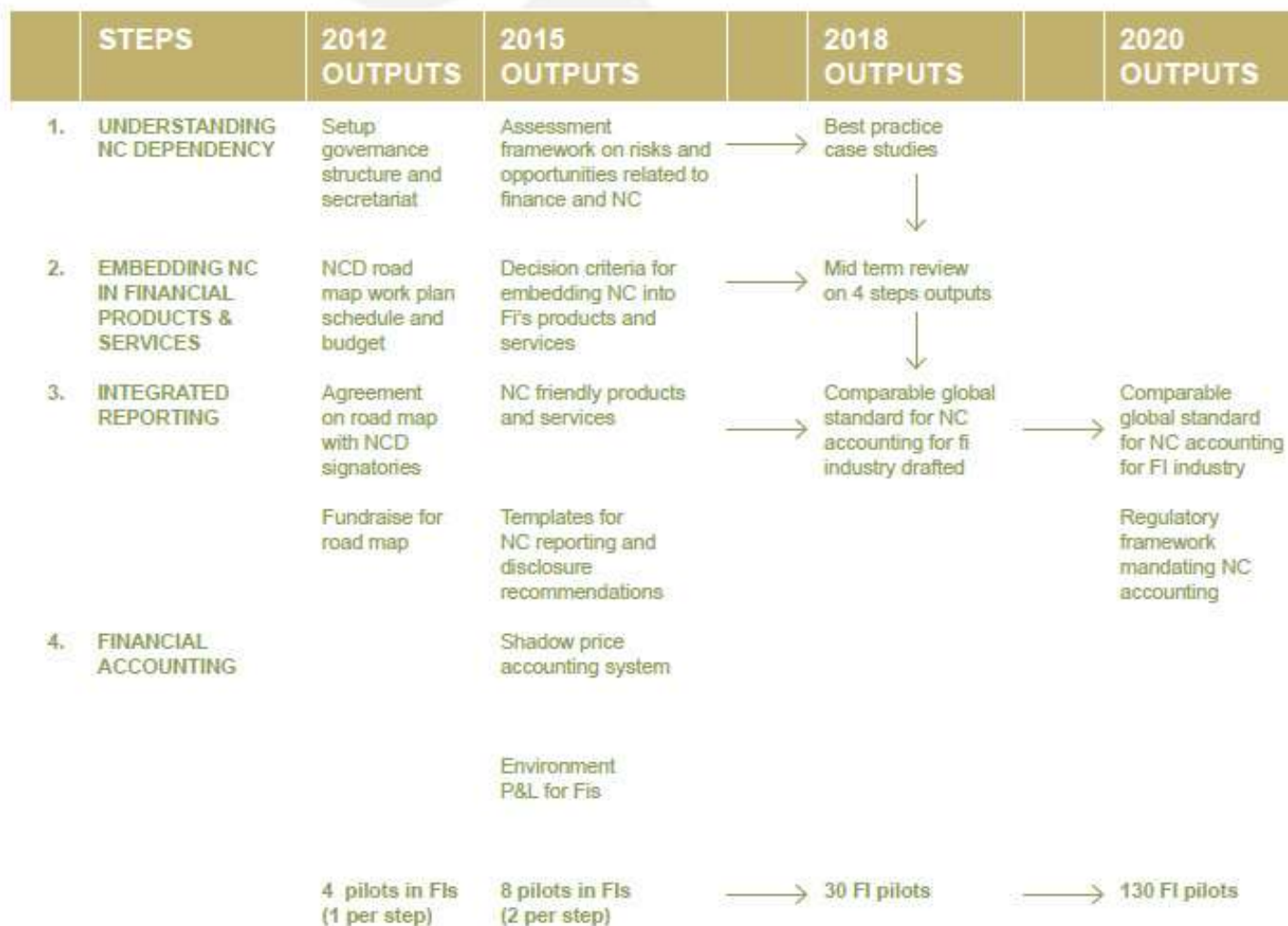


Figure 4. Proposed timetable with outputs for the NCD Roadmap.

Next Steps?

At Rio +20:

- ***“High Level Dialogue on Natural Capital”***

20th 17.15 Rio Centro T4

After Rio:

- Raise Funds from prospective donors
- Regional meetings to start work....

Draft
consultation
paper
available today

Plan to be
finalised
In July 2012

The Natural Capital Declaration **Roadmap to Account for Nature for the Financial Industry**

Why accounting for nature is relevant
Why the finance sector is getting involved
Methodologies to integrate natural capital in finance
Related governmental and corporate sector initiatives
A timetable for action

June 2012

More...

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