

# Sustainability Principles and Resources: An Introduction to the PRI

Matthew McAdam

Director, Asia Pacific



# PRI Overview

Investor-led, supported by the United Nations

The PRI works with its international network of signatories to put the six Principles for Responsible Investment into practice.

Its goals are to understand the investment implications of environmental, social and governance issues and to support signatories in integrating these issues into investment and ownership decisions.

**2**

**UN PARTNERS:**

UNEP FINANCE INITIATIVE  
UN GLOBAL COMPACT



**4000+**

**SIGNATORIES:**

ASSET OWNERS  
INVESTMENT MANAGERS  
SERVICE PROVIDERS



**100+**  
**US\$ trn**

**ASSETS UNDER  
MANAGEMENT**



# One Mission – Six Principles

Developed by investors

"We believe that an economically efficient, sustainable global financial system is a necessity for long-term value creation. Such a system will reward long-term, responsible investment and benefit the environment and society as a whole.

The PRI will work to achieve this sustainable global financial system by encouraging adoption of the Principles and collaboration on their implementation; by fostering good governance, integrity and accountability; and by addressing obstacles to a sustainable financial system that lie within market practices, structures and regulation."

**1** We will incorporate ESG issues into investment analysis and decision-making processes.

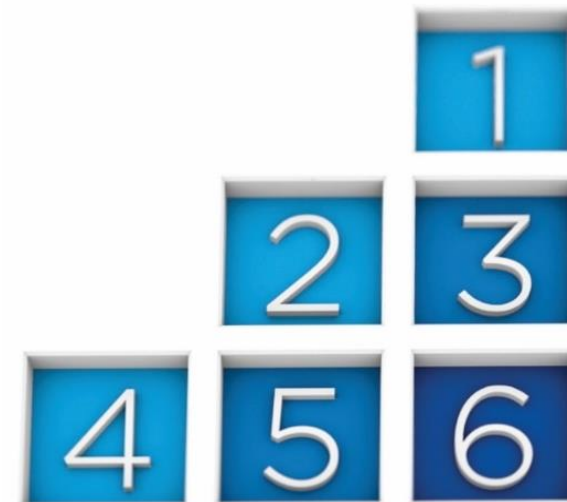
**2** We will be active owners and incorporate ESG issues into our ownership policies and practices.

**3** We will seek appropriate disclosure on ESG issues by the entities in which we invest.

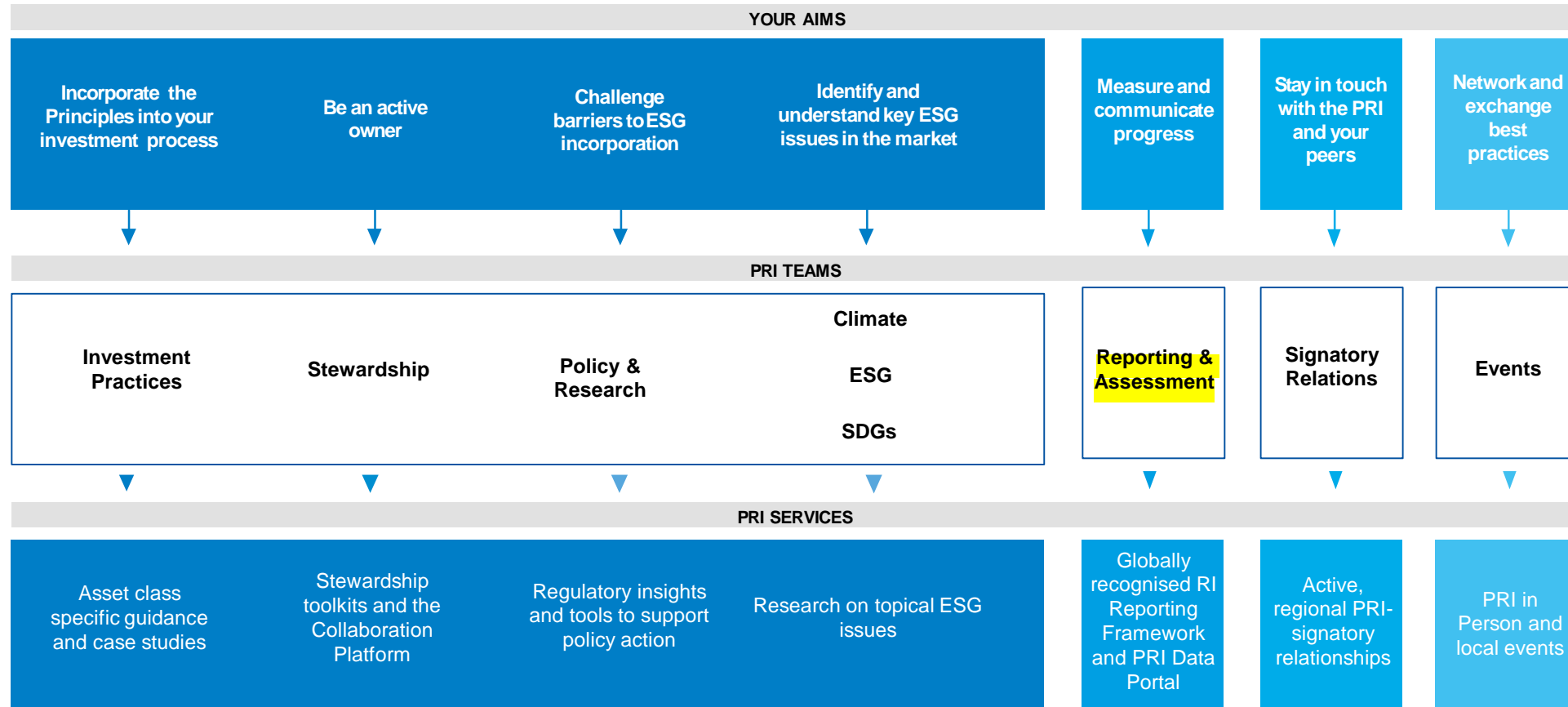
**4** We will promote acceptance and implementation of the Principles within the investment industry.

**5** We will work together to enhance our effectiveness in implementing the Principles.

**6** We will each report on our activities and progress towards implementing the Principles.

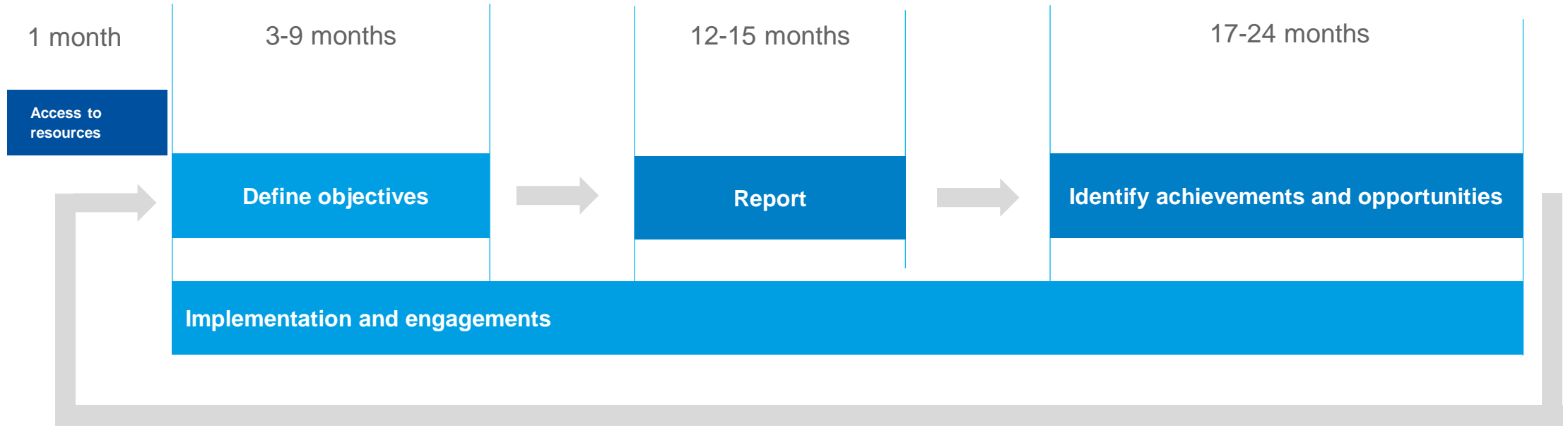


# How the PRI works with investors



# Signatory roadmap

Define, Design, Implement and Monitor Progress



Reporting and assessment is a **learning and development tool** first and foremost, helping organisations to define their objectives, set targets, understand best practice, measure their progress relative to peers, and disclose this in a globally comparable and consistent way.

The PRI encourages signatories to report in their first year on a *voluntary basis* and use this process as a learning experience.

# Reporting and Assessment

Measuring progress against targets and peers

PRI reporting is the largest global reporting project on responsible investment, developed with investors, for investors.

- Robust and practical disclosure requirements
- Intuitive, efficient and customised online tool to simplify data submission
- Aligned with the requirements of the Taskforce for Climate-Related Financial Disclosure (TCFD)
- Assessment results are *confidential*
- Benchmark performance against peers; request as part of manager search and selection process; use as an internal learning and development tool



More than 80,000 downloads of PRI Transparency Reports per year



## TRANSPARENCY REPORT

Shows signatory responses to all of the mandatory indicators in the Reporting Framework, as well as responses to voluntary indicators that the signatory has agreed to make public.

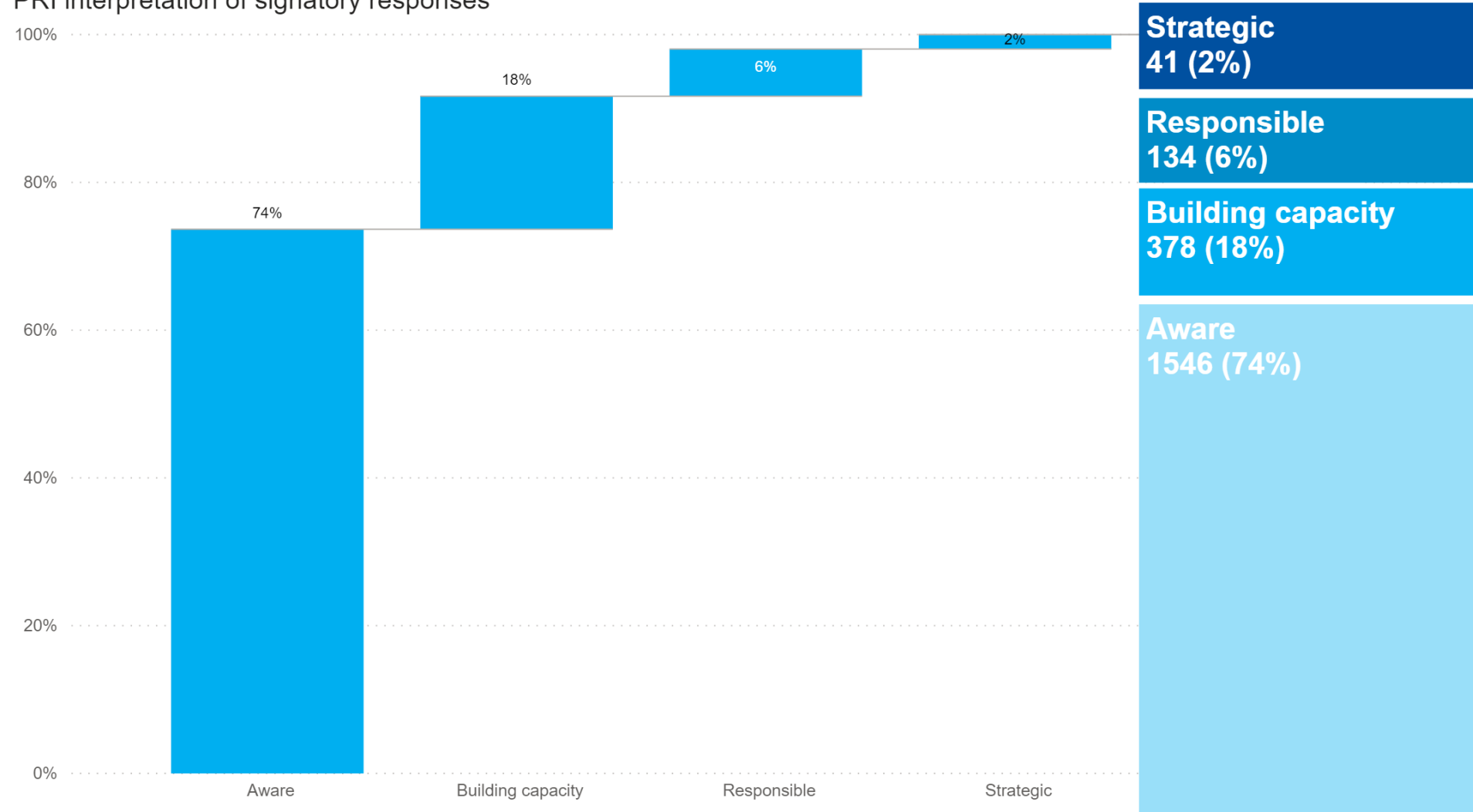


## ASSESSMENT REPORT

Demonstrates how a signatory has progressed in its implementation of the Principles year-on-year and relative to peers across asset classes. Confidential between the PRI and signatories.

# Progress towards TCFD implementation

PRI interpretation of signatory responses



# Thank You

