

Financial analysts' coverage of climate change related issues – An update

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An increasing focus of financial analyst research

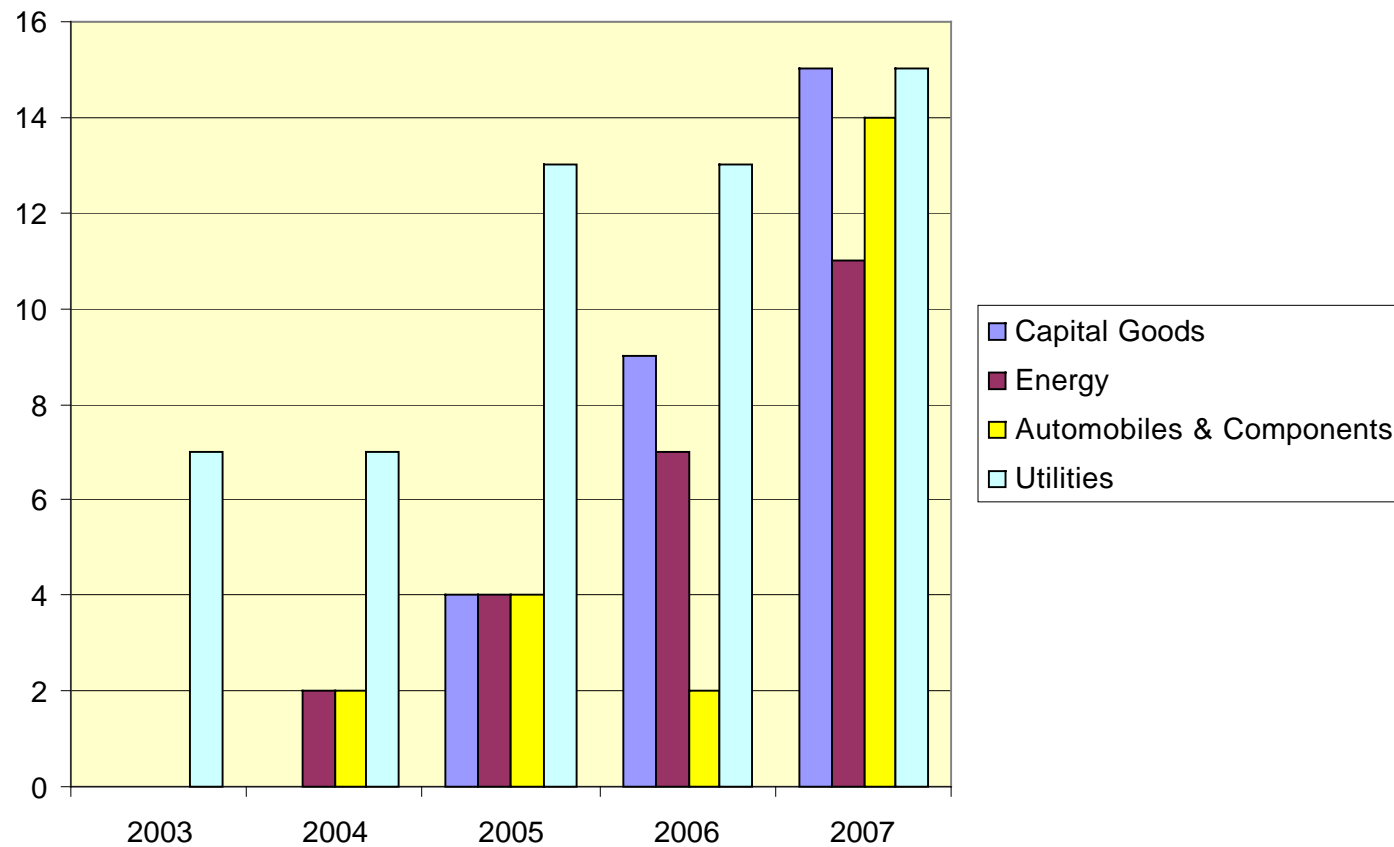
- Data based on the Enhanced Analytics Initiative
- >100 reports per year produced by sell-side and independent research; strong growth observed
- Coverage of sectors and regions continues to widen
- Increasingly balanced assessment of both risks and opportunities; i.e. related to regulatory frameworks and to direct climate change impacts
- Still, only about 1/3 of the reports actively integrates climate change in company financial analysis

Not shying away from long-term outlooks anymore

- E.g. practically all analysts covering EU-ETS Phase 2 and Phase 3
- Prepared to give indications for expected regulatory framework, emissions allocations, carbon prices
- Some analysts already commenting on Phase 4 and Phase 5 (year 2050)
-> **unthinkable just a year ago!**

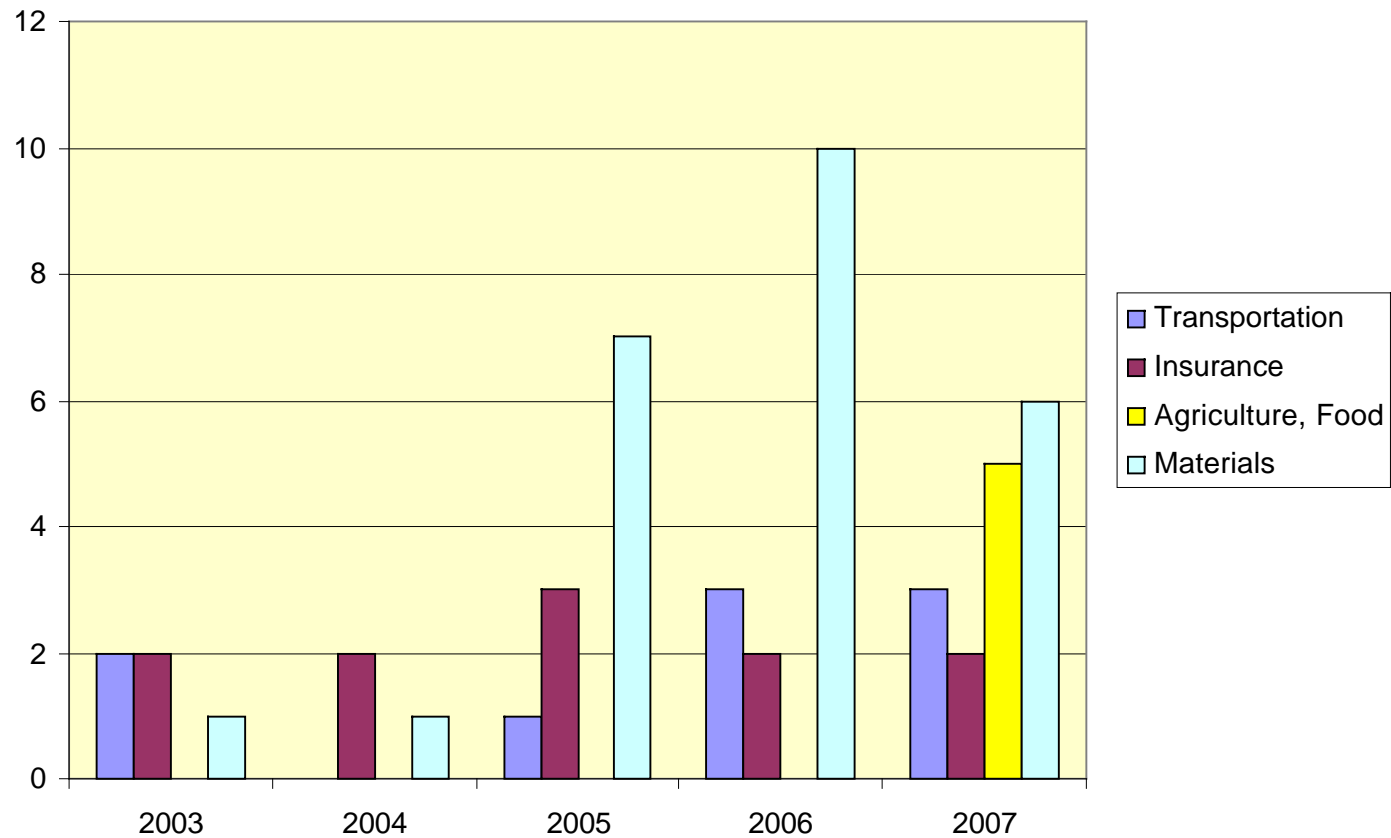
Development of sector coverage

(nr. of reports, source: Enhanced Analytics Initiative)



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Types of reports

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