



Scenario Planning

Climate Change Investment Framework: Part I

AUTHOR:

Michael Penn

+44(0) 7073 0764

michael.penn@absolute-strategy.com

Incorporating climate change is challenging

Incorporating climate change into an investment process can be a challenging exercise. Investors are facing an unfamiliar set of physical and transition climate drivers, operating over varying timeframes, all with a high degree of uncertainty.

The ASR Climate Change Investment Framework

In the first of a series of publications, we look at how investors can integrate climate change into their investment process, generate new macro views and identify where risks and opportunities across equities and fixed income may be greatest.

A mix of quantitative and qualitative inputs

We harness the quantitative outputs from commonly-used climate models, but augment this with our own set of narrative-based climate scenarios. We look to track the climate transition in real-time, with financial market impacts top of mind.

RECENT RESEARCH:

[Breaking records](#)

29th September 2023

[Climate Opportunities for Sovereigns](#)

22nd September 2023

[A jolt to the system](#)

15th September 2023

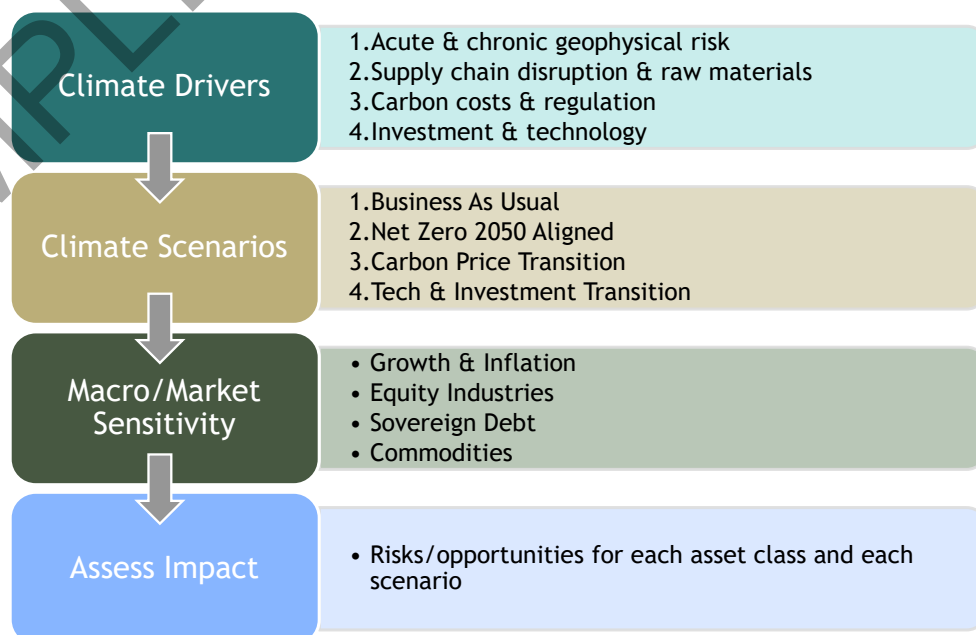
[Assessing the world's first carbon border tax](#)

8th September 2023

[Five Summer Climate Reads](#)

1st September 2023

Key diagram: ASR Climate Change Investment Framework



Source: ASR Ltd