



El Niño: a primer

Why investors should care about weather patterns

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An El Niño is (probably) coming

After an unusually persistent La Niña, scientists expect its warmer equivalent, El Niño, to materialise later this year. Global temperatures could rise above trend, increasing geophysical risks that could impact investors

Increased drought and flood risk could impact ag yields

El Niño's effects vary, triggering drier conditions in some regions (e.g. Australia), and wetter conditions in others (Southern US). Agriculture is likely to be affected, via crop yields, which could feed through to prices

Chartbook shows ESG ETF flows stabilising, bond issuance weakening

ETF flows to ESG products have stabilised after a tough start to 2023. But ESG bond issuance is slightly down on last year. Carbon emissions show little sign of slowing across countries and regions

INDEX

[ESG Flows](#)

[ESG Debt Issuance](#)

[ASR Thematic Indices](#)

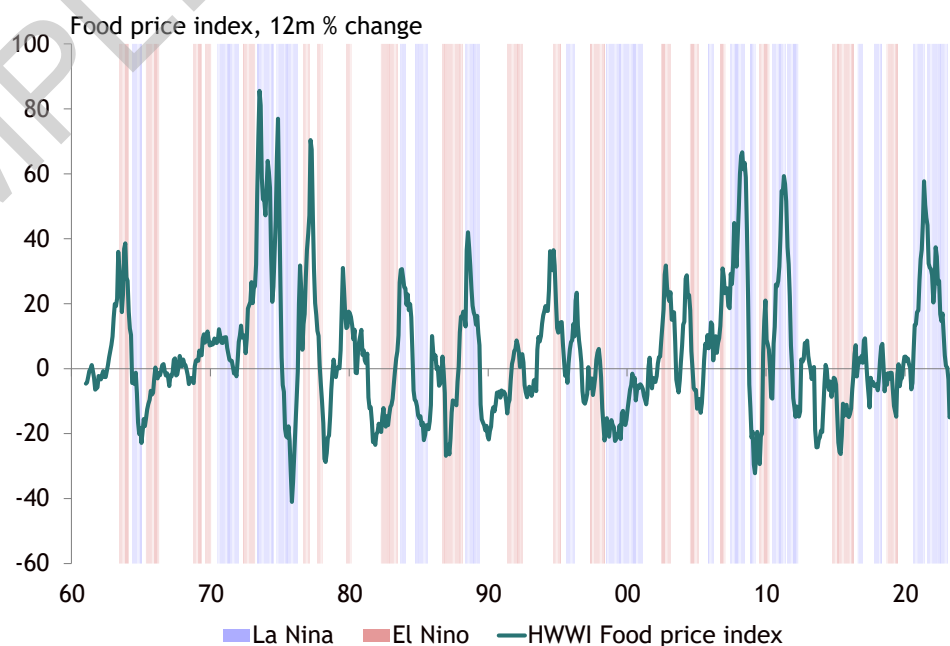
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[Electricity](#)

[Physical Climate](#)

[Performance Table](#)

Key Chart: El Niño & La Niña events vs food prices



Source: ASR Ltd / Refinitiv Datastream