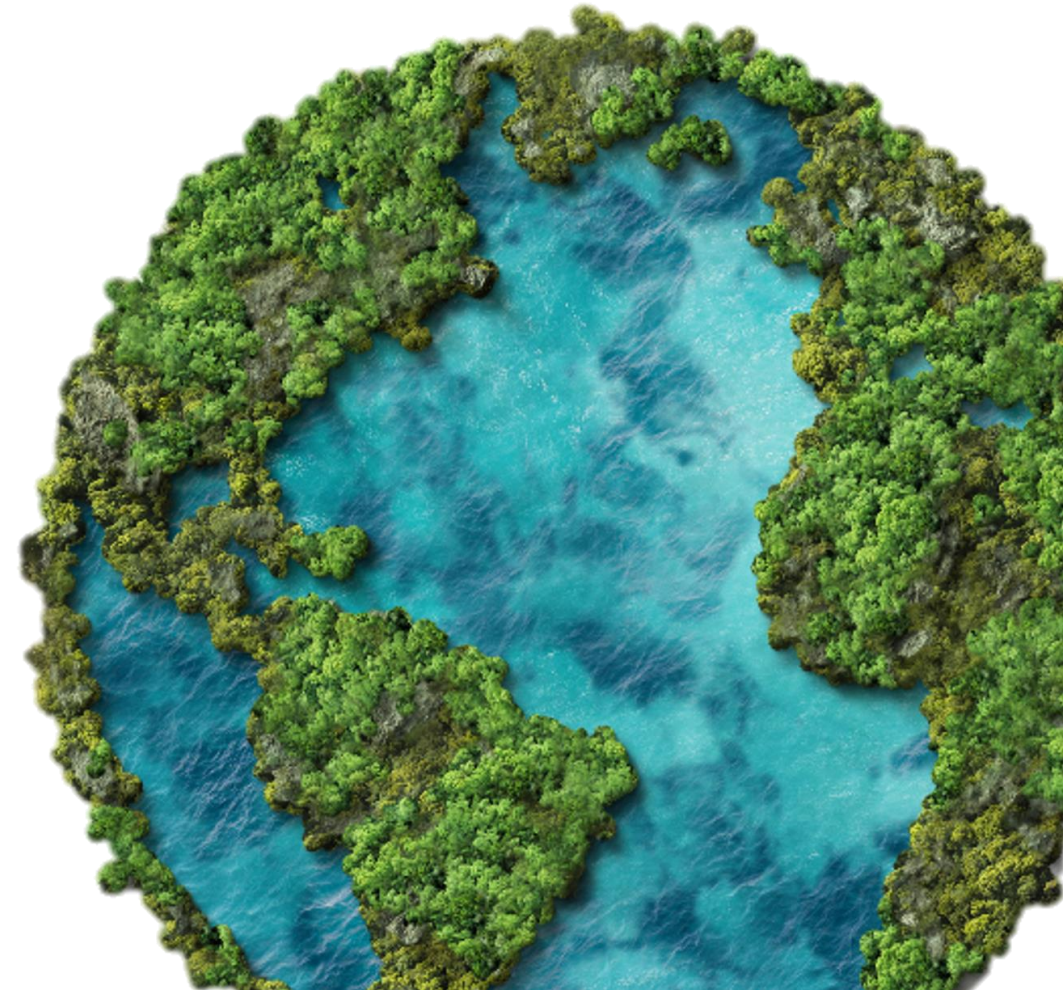


Climate Action: a Blueprint



Yvonne Zhang
8 May 2024

How the Climate Crisis is Changing the Business Environment

Physical risks

- Direct impacts of climate change on natural and human systems
- Can damage assets, disrupt operations, and reduce demand
- Can reduce global GDP by up to 4% by 2030

Transition risks

- Financial and regulatory impacts of shift to low-carbon economy
- Changes in policy, technology, market, and consumer preferences
- Can create winners and losers in different sectors and regions
- Can wipe out \$25 trillion of fossil fuel revenues by 2035

Liability risks

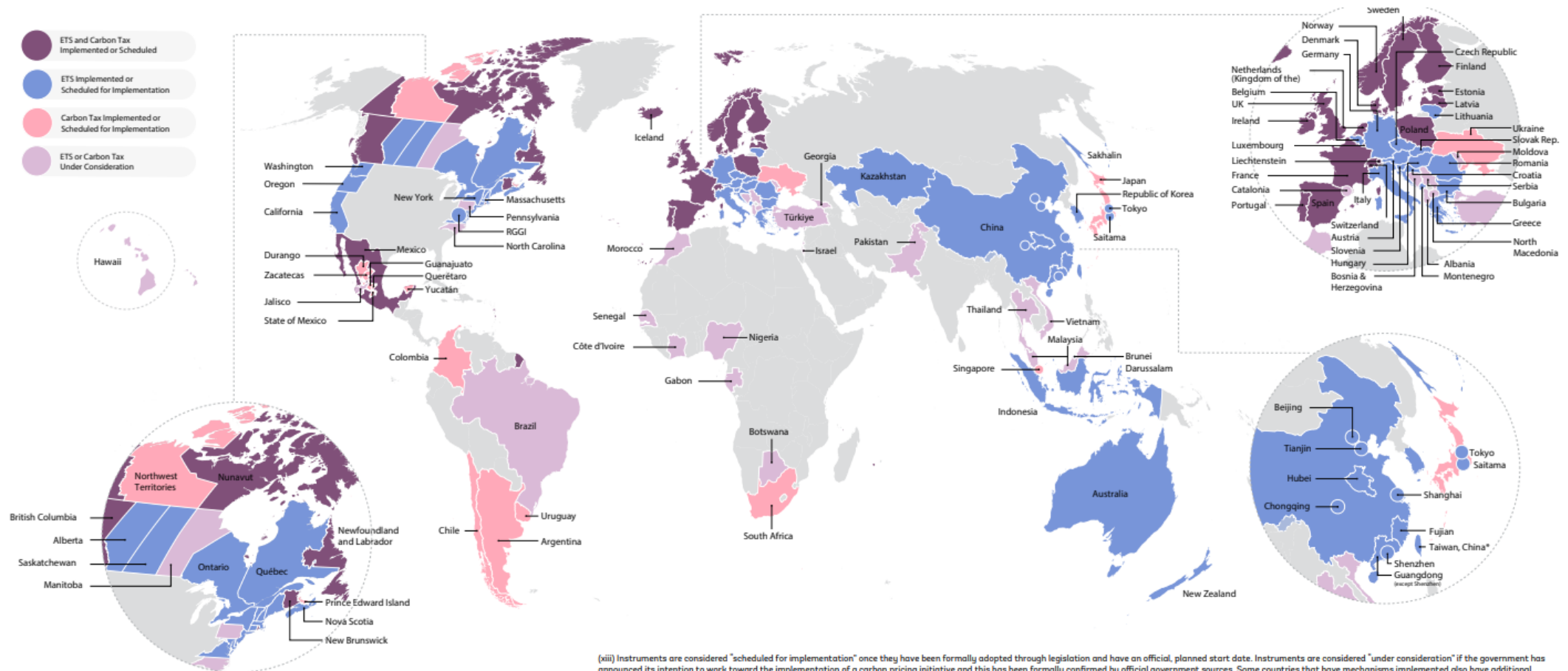
- Legal and ethical implications of responsibility for climate change owed to investors, customers, communities and governments

Reputation risks

- Adverse impact on the intangible value of perception and expectation of businesses' role and performance in addressing climate crisis



Carbon price is global & local



(xiii) Instruments are considered "scheduled for implementation" once they have been formally adopted through legislation and have an official, planned start date. Instruments are considered "under consideration" if the government has announced its intention to work toward the implementation of a carbon pricing initiative and this has been formally confirmed by official government sources. Some countries that have mechanisms implemented also have additional instruments under consideration. For subnational jurisdictions only the subnational instrument is reflected.

Growing expectations across the market and best practice standards now dictate that organizations must establish meaningful, transparent and credible science-based targets.



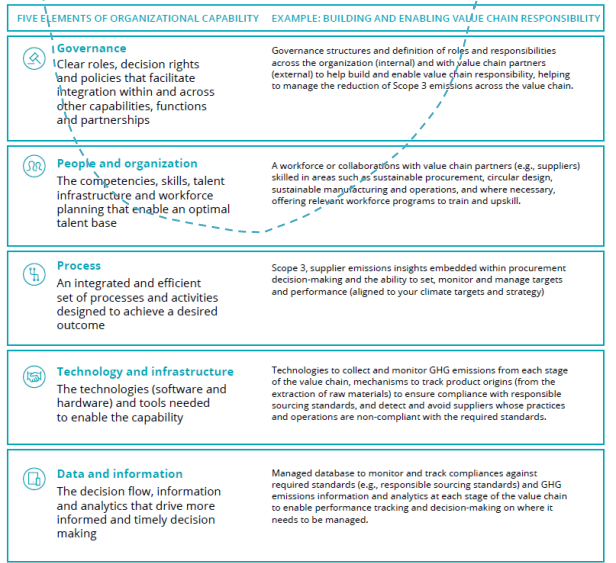
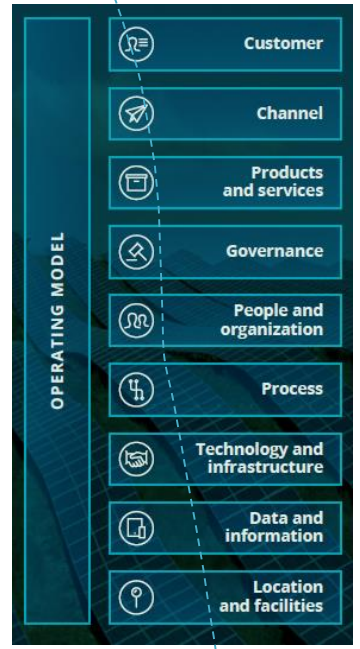
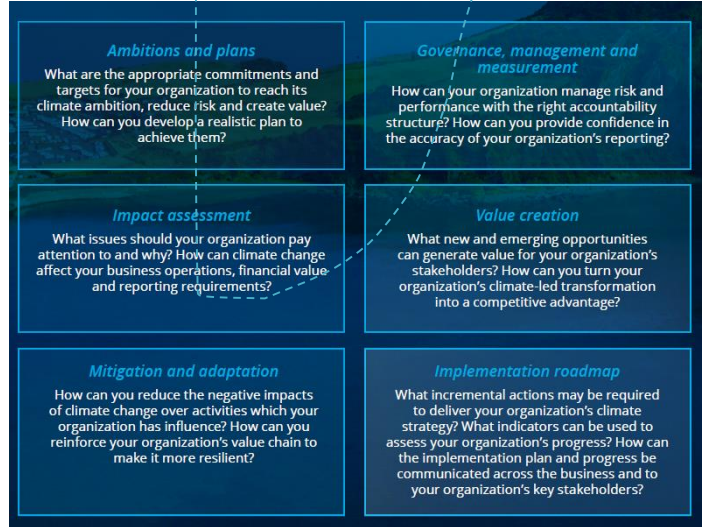
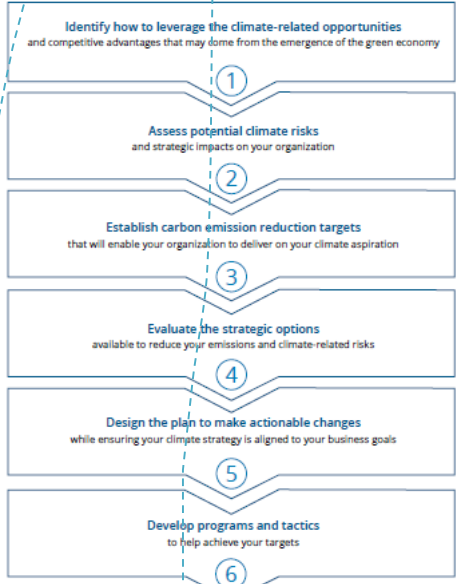
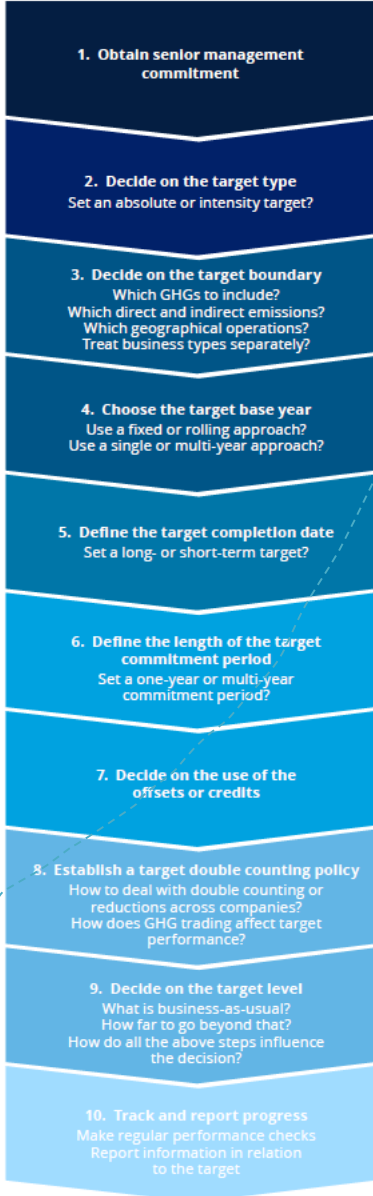
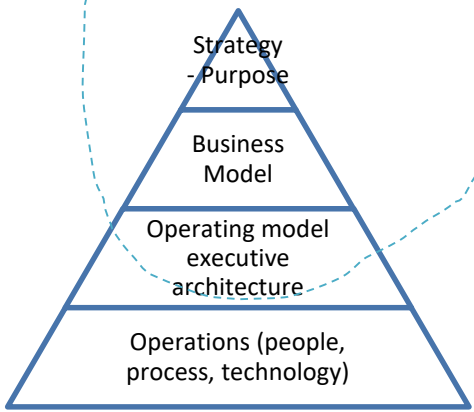


The climate-led transformation journey starts with setting ambitious yet achievable climate aspirations

1. Assess the current state of your organization in relation to climate change:
Understand your current contributions and vulnerabilities to climate change

2. Identify and prioritise material climate-related issues affecting your business:
Consider the risks and opportunities posed by climate change and how these affect your organization's overall business strategy and operations

3. Define and commit to climate targets aligned to your organization:
Use the insights from items 1 and 2 to define and commit to meaningful and achievable climate targets



Deloitte's Sustainability Approach



Deloitte's commitment to achieving net-zero emissions by 2030



Helping clients, people, and communities to do the same



Global initiatives and programs to support and promote sustainability across services, sectors, and regions



Iterate business model to adapt to local risks & opportunities.

Sustainable corporate strategy is driven by purpose

Shared vision & responsibility





Thank you



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