

# Green Finance Action Plan 2.0

## Summary of Key Points

Why do we promote Green Finance 2.0?

What is the difference between 2.0 and 1.0?

What is Green Finance 2.0 for?



**Breaking  
News!**

**FSC Launched**

**"Green Finance Action Plan 2.0"!!**

**The objective is**

**public and private partnership on  
sustainable finance**

Before learning about 2.0,  
let's learn about:

**What was 1.0?**

**And what is the relation  
between 1.0 and 2.0?**

# Green Finance Action Plan from 1.0 to 2.0

1.0



2.0

**Green Finance**

**Sustainable Finance**

Mainly implemented to encourage investment and financing for the **green energy industry** by financial institutions

Encourage financial institutions to support **green and sustainable industries**





What is

**Sustainable Finance**



Use the influence of financial markets to encourage companies and the society to promote:

**E**

Environmental  
Sustainability



**S**

Social  
Sustainability



**G**

Good Corporate  
Governance



# International Measures for Promoting Sustainable Finance (ESG)

- ✓ Define the scope and classification of sustainable finance (ESG)
- ✓ Strengthen ESG information disclosure
- ✓ Require financial institutions to evaluate ESG risks and adopt response measures
- ✓ Incentives for promoting sustainability and responsible investment

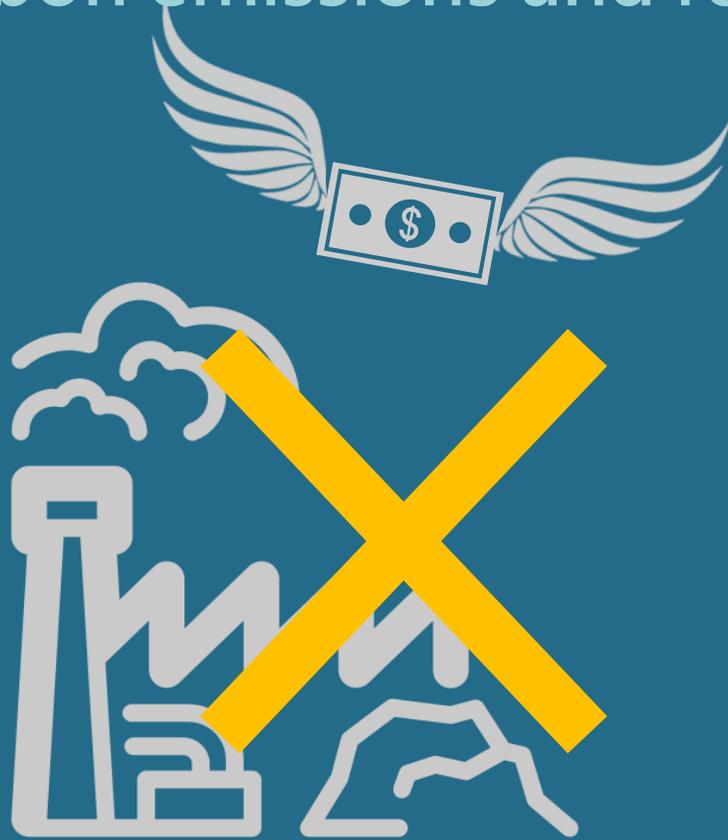


What are **the benefits**  
of promoting sustainable finance (ESG)  
**for financial institutions**



For example:

Global policies in response to climate change may affect the development prospects of companies with high carbon emissions and reduce their revenue...



This may result in banks being unable to recover loans provided to these companies, and could also cause assets used as collateral to also lose their value...





Financial institutions that promote sustainable finance (ESG) have the following choices...

-  Option 1: Avoid investments or loans for such companies **to reduce investment or credit risks!**
-  Option 2: Persuade recipients of investments or loans to **value ESG and pursue sustainable development together!**

# Green Finance Action Plan 2.0

What do we need to do

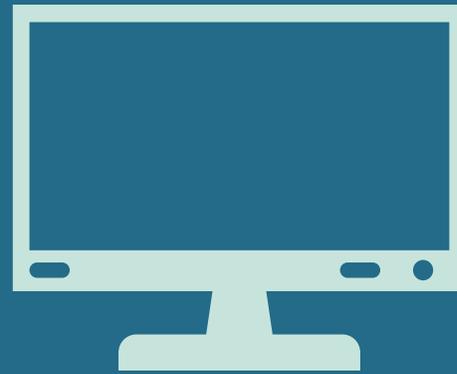


## Key Point 1

# Define the scope and classification of sustainable finance (ESG)



Used by companies, financial institutions, and investors for assessing the value of businesses and assets



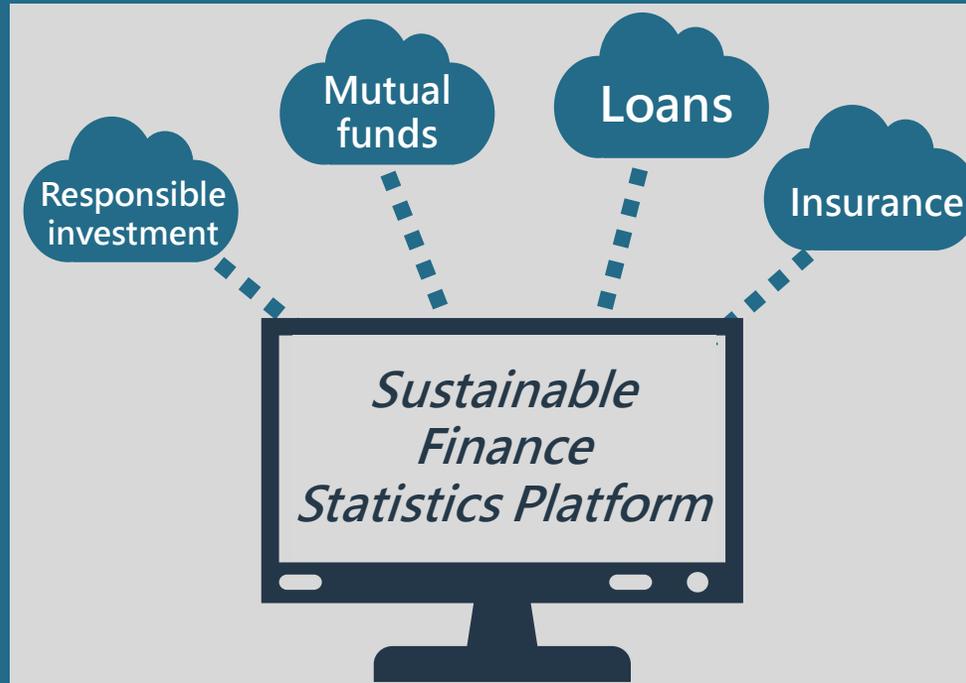
Establish reference standards for the integrated ESG information platform



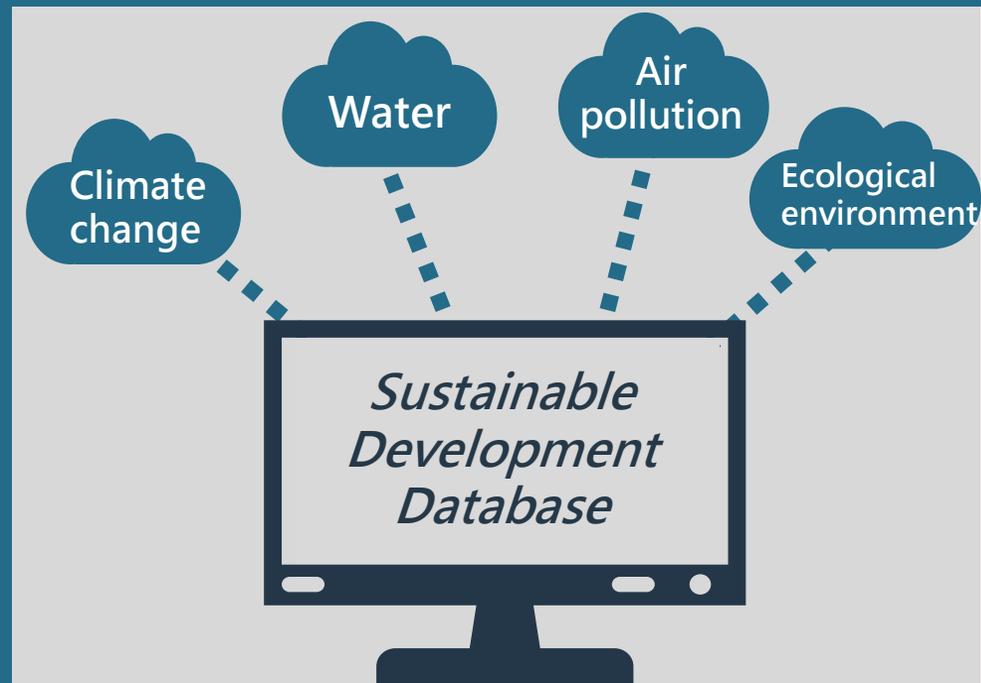
Design "Sustainable Finance Evaluation" indicators

## Key Point 2

# Establish integrated ESG information platforms and databases



Provide financial market participants with comparable, reliable, and comprehensive information



Provide companies and financial institutions with data for risk assessment and scenario analysis



## Key Point 3

# Strengthen the quality of ESG information disclosure



## Accessible

- More listed companies and financial institutions disclose ESG information
- Establish an integrated ESG information platform



## Comparable

- Disclose ESG information in accordance with international standards
- Obtain third-party assurance for CSR reports to improve quality

Increase the international visibility of Taiwanese companies

## Key Point 4

# Enhance financial institutions' response to climate change risks

Top-down approach implemented by the board of directors and managers



Analyze the impact of climate change and take response measures



# Green Finance Action Plan 2.0

Who will be affected?





## Financial institutions will need to:

1. Develop **sustainable** investments, financing, and innovative products
2. Strengthen **stewardship**
3. Use **ESG-related databases** for assessment and analyses
4. Strengthen **ESG information disclosure and risk management**, and seize upon business opportunities
5. Sign **international initiatives and principles**, and actively participate
6. **Cultivate** professionals for sustainable finance





# For companies:

## 1. Need to strengthen ESG information disclosure

→ Abundant and clear information disclosure by companies can attract investments from financial institutions

## 2. Have diverse capital market fundraising channels

→ Green bonds, sustainability bonds, etc.

## 3. Have access to the Sustainable Development Database

→ Help companies with risk assessments and analyses





## For investors:

1. ESG information disclosed by investment targets is **more readily available and comparable**
2. More choices among **sustainable finance products**



# Green Finance Action Plan 2.0

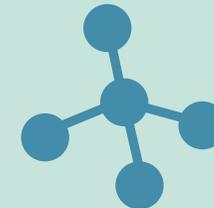
How do we  
implement the Plan



Inter-agency  
collaboration



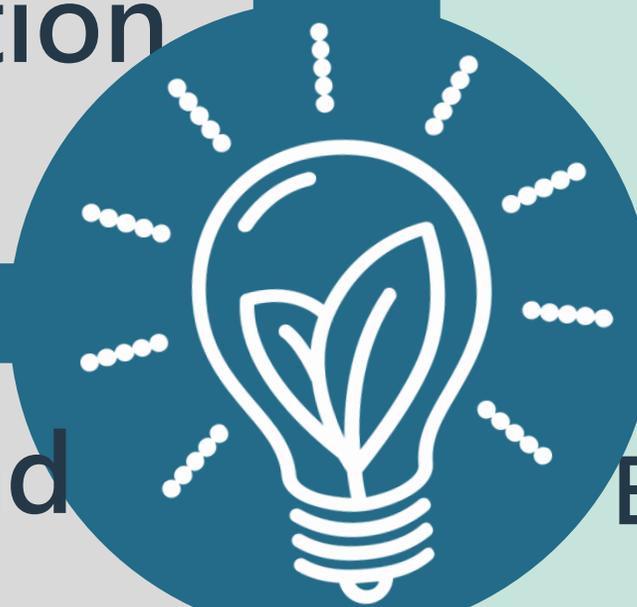
Information  
sharing



Public and  
Private  
Partnership



Encouragement  
and  
incentives



# Green Finance Action Plan 2.0

Use the influence of financial markets to encourage companies and society to work together for sustainability (ESG)

