



# Principles for Financial Action towards a Sustainable Society: Working Group Activities

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Working Group Activities from FY 2012 through FY 2013

# Overview of Working Groups (1)

- ◆ Working groups are structured by sector to serve as a forum for financial companies to exchange information to ensure that they perform financial activities in line with the Principles for Financial Action towards a Sustainable Society and Sector Specific Guidelines.
- ◆ In addition, cross-sectoral working groups are formed to address themes that affect all sectors and to serve as a forum for financial institutions, which are aligned with the themes to positively exchange information.

# Overview of Working Groups (2)

## - Sectoral Working Group -

- Asset Management/Securities/Investment Banking Working Group
- Insurance Working Group
- Deposit/Loan/Leasing Working Group

## - Cross-Sectoral Working Group -

- Property Working Group
- Community Support Working Group

# Overview of Asset Management/Securities/Investment Banking Working Group

- The Asset Management/Securities/Investment Banking Working Group organizes and holds seminars on themes that help improve or resolve environmental, social and governance (ESG) related issues primarily for investment banks, securities firms and asset managers.
- Chairperson: Ms. Mariko Kawaguchi, Daiwa Institute of Research Holdings Ltd.

# Asset Management/Securities/Investment Banking Working Group's Activities

## **- Agenda for First FY 2013 Working Group Meeting (July 8, 2013) -**

### ➤ Integrated Reporting

- Background for Adopting Integrated Reporting
- Overview of Integrated Reporting
- Overview of the International Integrated Reporting Council (IIRC)
- Introduction of Case Examples

## **- Agenda for Second FY 2013 Working Group Meeting (to be held in January 2014) -**

### ➤ Attractive ESG investment products to individual investors

# Overview of Insurance Working Group

- ◆ The Insurance Working Group is conducting study sessions on a wide range of themes, including global insurance industry trend and collaboration with non-governmental organizations (NGOs).
- ◆ Chairperson: Mr. Masao Seki, Sompo Japan Insurance Inc.

# Insurance Working Group's Activities (1)

## **- Agenda for First FY 2012 Working Group Meeting (October 3, 2012) -**

- Insurance and Sustainability
- Sustainable Development and Financial and Insurance Services - Global Trends Emerging from the Rio+20 Conference -
- Principles for Sustainable Insurance (PSI), an Initiative of the United Nations Environment Program Finance Initiative (UNEP FI)



# Insurance Working Group's Activities (2)

## **- Agenda for Second FY 2012 Working Group Meeting (January 30, 2013) -**

- Companies and Importance of Biodiversity
- Management of Natural Capital towards a Sustainable Society - Financial Services Business and Biodiversity
- Preparing for Risks to the Preservation of Biodiversity
- Dialogue with NGOs (on Biodiversity)



# Insurance Working Group's Activities (3)

## **- Agenda for First FY 2013 Working Group Meeting (October 25, 2013) -**

- Recent Developments in Sustainability Areas related to Insurance Industry as Seen from Global Perspectives
- Insurance and Sustainability
- Insuring Resilience: Reframing the Primary Colours or Capital, Science and Policy to Encode Security & Sustainable Growth
- Discussion

# Insurance Working Group's Activities (4)

Scenes from Insurance  
Working Group's Activities  
(October 25, 2013)



# Overview of Deposit/Loan/Leasing Working Group

- ◆ The Deposit/Loan/Leasing Working Group, which consists of the largest number of signatory financial institutions to the Principles for Financial Action for the 21st Century among all the working groups, is conducting workshops and seminars nationwide on a variety of themes as banks, *shinkin* banks and credit unions are spread throughout the country.
- ◆ Chairpersons: Mr. Keisuke Takegahara, Development Bank of Japan Inc. and Mr. Toru Yasukawa, the Hachijuni Bank, Ltd.

# Deposit/Loan/Leasing Working Group's Activities (1)

## **- Agenda for FY 2012 Working Group Meeting (Date: as described below) -**

- A Program for Making Environmental and Social Risks Analysis to Support Lending Decisions, which is cohosted by UNEP FI and the Principles for Financial Action for the 21st Century.
- Keynote Speech: Views from the Perspective of Environmental Financial Services
- Effects of Environmental and Social Risks on Lending Activities
- Exercise: Environmental and Social Risk Analysis
- Group Discussion
  
- Venue:
  - Tokyo (November 7, 2012)
  - Fukuoka (February 8, 2013)
  - Sendai (February 15, 2013)

# Deposit/Loan/Leasing Working Group's Activities (2)

## **- Agenda for First FY 2013 Working Group Meeting (August 26, 2013) -**

- Environmental Considerations in Real Estate Financing and Leasing Activities (Venue: Tokyo)
- The Role of Financial Institutions in the Development of Environmentally Sustainable Property (Green Buildings)
- Relationship between the Management of Public Facilities and Financial Services
- The Role of Financial Institutions in the Area of Renewable Energy

# Deposit/Loan/Leasing Working Group's Activities (3)

## **- Agenda for Second FY 2013 Working Group Meeting (October 15, 2013) -**

- Renewable Energy for Community Financial Institutions (Venue: Nagano)
- Efforts by Local Banks
- The Role of Financial Institutions in the Area of Renewable Energy
- Local Efforts to Develop Renewable Energy Business
- Overview of Green Funds
- A Guide to Examining Loan Applications from Local Renewable Energy Businesses

The Deposit/Loan/Leasing Working Group meeting with a similar agenda will be held in Kagoshima and Shiga in FY2013.



# Deposit/Loan/Leasing Working Group's Activities (4)

Scenes from  
Deposit/Loan/Leasing  
Working Group's Activities  
(August 26, 2013)





# Overview of Property Working Group

- ◆ The Environmentally Sustainable Property Working Group is a cross-sectoral working group, and a broad range of financial institutions, such as banks, asset managers and investment banks, participate in this working group. In the working group sessions, the participants exchange and share information as to how to correlate indices for the evaluation of environmentally sustainable property, such as the Leadership in Energy and Environmental Design (LEED, CASBEE etc.), to financial services to help them promote environmentally sustainable property.
- ◆ Chairperson: Mr. Hiroki Hiramatsu, CSR Design & Landscape Co., Ltd.

# Property Working Group's Activities (1)

## - Agenda for First FY 2012 Working Group Meeting (October 30, 2012) -

- Efforts by Participating Financial Institutions to Promote Environmentally Sustainable Property
- Global Real Estate Sustainability Benchmark
- FY 2012 Annual General Meeting of UNEP FI's Property Working Group (PWG)
- Discussion on Environmentally Sustainable Property
- Popular Edition of the Comprehensive Assessment System for Built Environment Efficiency (CASBEE) for Property Market - Background for Development and Deployment Plan
- Benchmarks for Low Carbon Buildings that Utilize the System for Reporting Measures to Control Global Warming
- Sumitomo Mitsui Banking Corporation's ("SMBC") SMBC Sustainable Building Assessment Loan
- Development Bank of Japan's (DBJ) DBJ Green Building Certification
- Workshop: Relationship with Environmentally Sustainable Property by Sector and Business Category

# Property Working Group's Activities (2)

## **- Agenda for Second FY 2012 Working Group Meeting (February 6, 2013) -**

- Effective Utilization of Property through Conversion
- Financing of Renovation Costs
- Introduction of the Low Carbon City Promotion Act

# Property Working Group's Activities (3)

## **- Agenda for First FY 2013 Working Group Meeting (August 26, 2013) -**

- A Variety of Efforts to Promote Environmentally Sustainable Property
  - Responsible Property Investment (RPI) (Review and Reaffirmation of All Aspects of RPI)
  - Introduction of an Organization called the Real Estate Sustainability & Energy Efficiency Diffusion (RE-SEED) and its Activities, and Expectations Placed for Community Financial Institutions
  - Small-Scale Bulk Energy Service Company (ESCO) Business in Nagareyama City, Chiba - Second Generation Public Facilities Management by Utilizing Two PPPs (Public-Private Partnership and Public-Public Partnership) -
  - Expected Role of Evaluation Tools in Sustainable Area Innovation

# Property Working Group's Activities (4)

Scenes from Property Working Group's Activities (August 26, 2013)



# Overview of Community Support Working Group

- ◆ The Community Support Working Group, which was newly established during this fiscal year, is a cross-sectoral working group.
- ◆ With the objective of ensuring the enhancement of environmental considerations among small and medium-sized enterprises and environmental awareness among citizens, and supporting disaster preparedness and community activities, the Community Support Working Group is engaged in studying the development of specific steps and problem-solving measures that financial institutions must implement in order to ensure the development of a symbiotic relationship with a local community, which serves as a basis for conducting business activities, and the sustainable development of a local community, among other things.
- ◆ Chairpersons: Mr. Tsukasa Kanai, Sumitomo Mitsui Trust Bank, Limited, and Ms. Miyuki Zeniya, the Dai-ichi Life Insurance Company, Limited



# Community Support Working Group's Activities (1)

## **- Agenda for First FY 2013 Working Group Meeting (September 2, 2013) -**

- Declining Birthrate and Aging Population in Japan: Present State and Challenges Going Forward
- Japan, an Aging Society with Ultra-Low Birthrate and an Advanced Country in Terms of Life Expectancy
- Changes in the Images of Elderly People in Japan: Change from Those Who Are Supported by Others to Those Who Support Others
- Positioning, Assets and Employment of Elderly People in Japanese Economy

## **- Agenda for Second FY 2013 Working Group Meeting (December 6, 2013) -**

- Living Places for Elderly People

## **- Agenda for Third FY 2013 Working Group Meeting (January, 2014) -**

- Nursing Care and Dementia



# Community Support Working Group's Activities (2)

Scenes from Community Support Working Group's Activities (September 2, 2013)

