UNEP FI Working Group
Climate Position

• Precautionary principle
  – Significant risks to human health/economy/nature
  – Reduce emissions now
  – Risk management of natural hazards

• Research & co-operation
  – What is « dangerous level »?
  – Collective societal effort
  – Blend public/private resources

• Sustainable solutions
  – Fairness across society and over time
  – Low-carbon energy solutions
  – Active hazard management
Kyoto Mechanisms

- Clean Development Mechanism
  - Adaptation – *politically neglected*
  - Mitigation – *FI services available*
- Joint Implementation
  - *FI services available*
- Emissions Trading
  - Great uncertainty - *FI services wary*

What comes next?
Next Political Steps

- Promote Sustainability
  - *information, corporate responsibility*
- Implement Kyoto Protocol
  - *a welcome first small step*
- Policies and Measures
  - *national/regional targets*
- Long term framework
  - E.g. Contraction and Convergence, *consistent with UNFCCC and UFI principles*
The New Economy

• Stopping climate change requires a carbon-light economy
• This means creating new industries in energy efficiency and alternative energy
• The financial sector is willing to support this change and is already active in pilot schemes.
• Progress could be greatly enhanced with a more supportive and longterm framework.