

## Annex B. Mapping of transition plan elements

Table A B.1 below provides a mapping of existing initiatives focused on transition plans and compares them across several key components identified in Chapter 4 to ensure the credibility of transition plans.

Table A B.1. Mapping of key elements of existing initiatives focused on transition plans

Initiative	L-T target	Interim target	Use of scenario analysis	Consistency with 1.5	Scope 3 emissions	Use of taxonomies	Performance and progress measurement	Information on use of carbon credits and offsets	DNSH	Just transition	Financial plans and internal coherence; governance and accountability	Transparency and verification	Tailored approach for SMEs	Policy engagement
ACT	PA temperature goal	N/A	✓	No	<ul style="list-style-type: none"> <li>• Coverage varies by sector.</li> <li>• To be included where relevant.</li> </ul>	✓	✓	<ul style="list-style-type: none"> <li>• In line with standards (whether national or international) guaranteeing robustness, additionality, transparency, and permanence</li> <li>• Shall not be subtracted from the GHG inventory</li> <li>• Excluded from the calculation of quantitative ACT indicators related to targets, material investments and sold product performance.</li> </ul>	No	No	✓	✓	✓	✓

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CA100+	GHG targets by 2050	2025 and 2026-2035 targets	✓	✓	<ul style="list-style-type: none"> <li>Targets to include scope 3 relevant for the sector</li> <li>Publish methodology for scope 3 targets</li> </ul>	Increase/disclosure green revenues in line with EU taxonomy	✓	No offsets where viable decarbonisation options exist	No	Under development	✓	No	No	✓
CBI	Net zero by 2050	3-5 year targets	No	✓	Upstream scope 3 emissions to be included in KPIs; downstream to be disclosed for stranded activities	No	✓	Should not be used	No	No	✓	✓	No	No
CDP	Net zero by 2050	Five-ten year interim	✓	✓	Included in annual inventory	No	✓	No	No	✓	✓	✓	No	✓
CPI	Net zero by 2050	✓	✓	✓	For all companies including subsidiaries	No	Emission metrics in both absolute terms and intensity-based; to be updated annually	<ul style="list-style-type: none"> <li>State share of offsets (to decline over time)</li> <li>Consistency with global standards</li> </ul>	Transparency on unavoidable trade-offs	✓	✓	✓	✓	✓

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CSL	Net zero by 2050	2030 targets	✓	✓	Included in targets when significant and data allows	No	✓	Use clear rules if using carbon offset	✓	✓	✓	No	No	✓
EFRAG	PA temperature goal	5-year rolling targets and 2030 target	✓	✓	To be disclosed	Disclosure required by the EU Taxonomy (share of Taxonomy-compliant turnover, CapEx and OpEx or on their green asset ratio)	✓	<ul style="list-style-type: none"> <li>Removals, carbon credits or avoided emissions should not be means to achieve targets</li> <li>When carbon credits are used, explanation needed on the extent of their use and quality</li> </ul>	As per EU taxonomy	Covered in the social standards	✓	✓	✓	Covered in the RBC standard
GFANZ	Net zero by 2050	To 2030 and earlier	No	✓	Net-zero commitments to cover Scope 3 emissions of companies in sectors that are significant climate change contributors or where Scope 3 emissions are material and	✓	✓	Consider credits purchased by portfolio companies separately from their emissions and advocate for disclosure regarding type of credit and accounting	No	✓	✓	✓	✓	✓

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					data is available.			methodology						
ICMA	L-T GHG targets		No	Ideally	Included in targets.  Estimated on a 'best effort' basis for some sectors until calculation methodologies are developed.	No	Intensity and absolute	No	Yes	Just transition reference	✓	✓	No	No
IFRS/ISSB	PA temperature goal	✓	✓	✓	To be disclosed. If excluded, the reason for omission to be provided.	No	✓	Disclosure on: extent of reliance on offsets; verification/certification; type and other factors/assumptions	No	No	✓	✓	No	No
IGCC	Alignment with PA temperature goal and net zero by 2050.	✓	✓	✓	To be included in net-zero targets if material.	No	✓	To be used only as a last resort. When used, disclosure needed on: • Share of targets consisting of offsets	No	✓	✓	✓	No	✓

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								<ul style="list-style-type: none"> <li>• Share by type of offset</li> <li>• Average price paid and assumptions on permanence and other factors</li> <li>• Intended timeframe for their use</li> <li>• Criteria used to assess credibility</li> <li>• How double-counting is avoided.</li> </ul>						
SBTi	Net zero by 2050	5-10 year targets	No	✓	To be included in targets.  For companies with scope 3 emissions that are at least 40% of total emissions at least 67% of scope 3 emissions must also be covered	No	✓	Targets require long-term deep decarbonisation targets of 90-95% across all scopes before 2050.  When a company reaches its net zero target, only a limited amount of residual emissions can be neutralised	Partially	No	No	No	✓	No

Initiative	L-T target	Interim target	Use of scenario analysis	Consistency with 1.5	Scope 3 emissions	Use of taxonomies	Performance and progress measurement	Information on use of carbon credits and offsets	DNSH	Just transition	Financial plans and internal coherence; governance and accountability	Transparency and verification	Tailored approach for SMEs	Policy engagement
					in near-term targets.			with high quality carbon removals (no more than 5-10)						
TCFD	Transparency on dates	No	✓	global temperature goal (e.g. 1.5)	Transparency on scope of emissions considered	No	✓	Transparency on use of removals and offsets	No	No	✓	✓	No	No
TPT	Alignment with PA temperature goal, ideally 1.5 by 2050.	✓	Sensitivity analysis	No	✓	No	✓	Transparency on the reliance of offsets/carbon credits: <ul style="list-style-type: none"> <li>• Whether they are verified/certified</li> <li>• Type</li> <li>• Factors to assess credibility and integrity (e.g. permanence)</li> </ul>	Partially	✓	✓	✓	✓	✓

Note: This mapping includes some initiatives which are in draft/proposal form, such as the ISSB Exposure Draft on Climate-related Disclosures, the draft EU Sustainability Reporting Standards and the UK Transition Plan Taskforce (TPT) Call for Evidence document. This mapping includes GFANZ Recommendations and Guidance on Financial Institution Net-zero Transition Plans, noting the Real-economy Transition Plans workstream is under development.

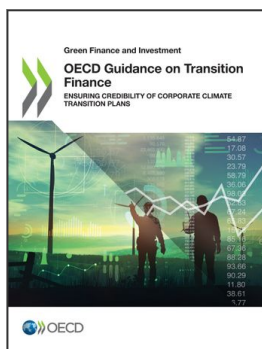
Source: (ACT, 2019<sup>[1]</sup>; CA100+, 2021<sup>[2]</sup>; CBI, 2021<sup>[3]</sup>; CDP, 2021<sup>[4]</sup>; CPI, 2022<sup>[5]</sup>; CSL, 2021<sup>[6]</sup>; EFRAG, 2022<sup>[7]</sup>; GFANZ, 2022<sup>[8]</sup>; ICMA, 2020<sup>[9]</sup>; IFRS, 2022<sup>[10]</sup> (IFRS, 2022<sup>[10]</sup>) (IGCC, 2022<sup>[11]</sup>; SBTi, 2021<sup>[12]</sup>; TCFD, 2021<sup>[13]</sup>; TPT, 2022<sup>[14]</sup>).

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