

Measure to Manage: nature-related risks & opportunities

TNFD framework Beta release v0.3

04 November 2022

Continuation of the framework development

The Taskforce on Nature-related Financial Disclosures (TNFD) released a third beta version (v0.3) of their framework, building on its previous releases, with insights on proposed approaches for measurements and sector guidance together with guidelines for testing the TNFD.

What is new and updated in v0.3?

1. Concepts and definitions

Updates and new additions to concepts and definitions

2. LEAP

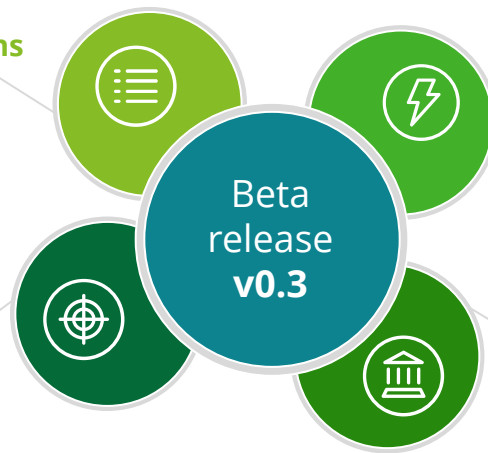
Enhancements and additions to the LEAP approach (*Locate, Evaluate, Assess and Prepare*)

3. Metrics & Targets

Further development of the approach to metrics and targets

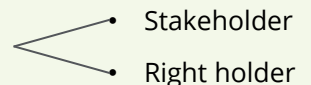
4. Additional Guidance

Additional guidance on the disclosure recommendations for financial institutions



1. Concepts and definitions

Updated and new definitions and concepts, such as **Stakeholder engagement**



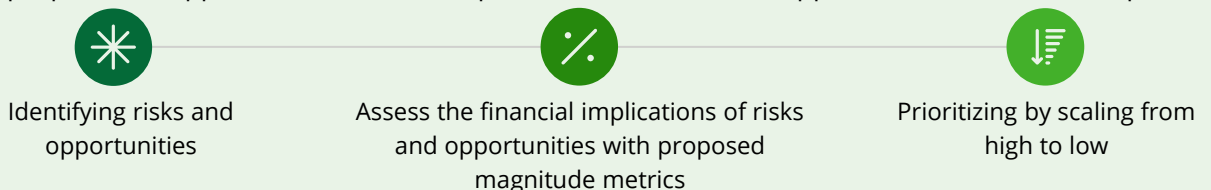
2. LEAP v0.3

The TNFD proposed a step-by-step approach for how organisations can conduct their own nature-related risk and opportunity assessment. The v0.3 release updates the approach to the LEAP with four major revisions:



3. Metrics and Targets

TNFD proposes an approach to translate impact drivers into risks & opportunities in the Assess phase by:



4. Additional Guidance

Supplemental disclosure guidance for financial institutions.

- For three pillars: Strategy, Risk Management, Metrics & Targets
- Recommendation to qualitatively disclose specific businesses, clients, products & services

What can you do now?



Engage

Become a **member of the TNFD** forum to engage, stay up to date on latest TNFD developments and provide your **feedback** on the framework



Test

Start using **pilot guidance** of the TNFD framework to help you **understand Impacts & Dependencies** on nature and integrate nature alongside climate in your risk management framework



Participate

Join the **TNFD national consulting groups** to engage with your peers and provide further **feedback** to the framework

How we can help



- Directly supporting and bringing insights to the **TNFD development**
- **Strategy expertise** in nature, climate and sustainability across industries and countries
- Deep **technical capability** in nature and access to comprehensive tooling
- Offering an **integrated approach** around climate and sustainability

Timeline of the TNFD

The iterative 'Open Innovation' process will run until the middle of 2023.



Looking ahead

All market participants are invited to review and pilot the beta versions, for continuous refinement of the framework. **Start engaging in the development of TNFD here.**

The feedback will strongly support further framework development, the **beta v0.4** in March 2023 is expected to further disclose on:

- Sector guidance for agriculture & food and mining & metals
- Additional guidance on biomes and realms
- General guidance on traceability and stakeholder engagement

The **final release** in September 2023 is expected to deliver a complete set of disclosure recommendations and definitions with guidance on data, scenarios and on realm, biome, sector and nature-related issue.

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Looking back

Our blogs explaining the previous versions of the beta framework, v0.1 and v0.2, give more background on the building of v0.3.

More info on:



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