

Net Zero by 2050 and we're starting now

September 2021



To continue delivering on our purpose, which is to protect and grow the long-term retirement savings of working people, it's vital that we have a plan to mitigate the risks of climate change.



David Neal,
Chief Executive,
IFM Investors

Interim targets

We have set a Scope 1 and 2 emissions reductions target of at least 1.16 million tonnes of CO₂e for the infrastructure asset class by 2030 (from a 2019 baseline). This reflects a 40% reduction in emissions across our existing infrastructure portfolio.

Pursuing climate solutions

We, and our portfolio companies, will continue to seek to increase the amount we can invest in the significant investment opportunities that are arising from the energy transition.

Investment restrictions

We will phase out thermal coal by 2030 and will not make new investments in assets that derive material revenue¹ from thermal coal.

Investment processes

We have enhanced our investment decision making processes to help ensure that new acquisitions are net zero by 2050-aligned.

Increased reporting

We will enhance our annual carbon footprint reporting by including disclosure on progress against IFM's 2030 emissions reduction target, changes to portfolio level targets due to acquisitions and divestments, and updates on key emission reduction initiatives across the portfolio.

Asset management processes

We have enhanced our asset management processes so that climate change transition and physical risks are assessed on a periodic basis, utilising 1.5 degree reference scenarios. We will also continue to work closely with our infrastructure assets to implement emission reduction initiatives.

¹ Revenue greater than 20% of total.

Carbon reduction initiatives underway across our portfolio

Manchester Airports Group, United Kingdom

- 32.7% reduction in GHG intensity² through initiatives such as low-energy lighting upgrades, energy-efficient buildings and purchasing 100% of its electricity from renewable sources.
- Aiming to achieve net zero carbon operations by 2038 - 12 years ahead of UK national target
- Recently recognised as top performing transport company on a list of Europe's top 300 climate leaders.

Melbourne Airport, Australia

- Recently completed onsite solar farm is expected to generate up to 15% of the airport's annual electricity consumption - enough to power all four passenger terminals.
 - › The renewable energy generated will help prevent up to 15,300 metric tonnes of CO₂e entering the atmosphere.

Nala Renewables

- An IFM-Trafigura joint venture formed in 2020 to invest in wind, solar and energy storage projects worldwide
- Targeting 2GW of capacity over the next five years
- Announced development of one of Belgium's largest battery energy storage systems (construction expected to commence in 2021) and partnership with Buckeye to acquire Swift Energy.



Anglian Water, United Kingdom

- Generated 131.1 GWh from renewables in 2020 – enough to power 40,000 homes for a year.
- 2030 net zero routemap includes a target to generate 44% of its energy requirements from renewables by 2025, and commitment to cut capital carbon³ by 70%⁴
- Launched seven-year £300 million sustainability linked bond, the first water company in the world to do so.



Buckeye, United States

Recently announced strategic investments in critical renewable and low-carbon opportunities, including:

- OneH2 – a provider of hydrogen fuel supply and logistics solutions that is partnering with General Motors and Navistar to develop hydrogen fuel cells for long-haul trucking.
- Swift Current Energy – a solar and wind power developer with a project pipeline totalling c. 6 GW of capacity.
- Two solar development projects with a combined capacity of 450MW in Texas.

² A measure of tonnes of CO₂ emissions equivalent per € 1m of revenue, between 2014 and 2019

³ Direct emissions from construction processes

⁴ against a 2010 baseline



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