

# PRI 2023 REPORTING FRAMEWORK

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**A RESOURCE GUIDE FOR REPORTING AGAINST THE TARGET  
SETTING PROTOCOL REQUIREMENTS OF THE UN CONVENED  
NET ZERO ASSET OWNERS ALLIANCE (NZAOA)**

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## PURPOSE OF THIS GUIDE

This guide has been created to assist signatories of the Net Zero Asset Owners Alliance (AOA) to report on the AOA Target Setting Protocol (TSP) requirements through the PRI 2023 Reporting Framework. This document offers a broad outline of the indicators that align with the reporting requirements of the TSP.

For more detailed information on all the indicators listed in this guide and or a full list of the indicators included in PRI 2023 Reporting Framework please visit the [Investor reporting framework webpage](#).

This guidance does not substitute guidance from the TSP. NZAOA signatories should follow the most up to date guidance from the TSP when submitting their targets and reporting progress.

# THE PRI REPORTING FRAMEWORK

PRI 2023 Reporting Framework allows AOA members to disclose targets, and progress against targets, in line with the [TSP requirements](#).

For the purposes of reporting targets and progress in line with the TSP, Alliance signatories should use two specific modules in the Reporting Framework. These are the “Policy, Governance and Strategy (PGS)” and the “Sustainability Outcomes (SO)” modules.

The **PGS** module should be used for general climate-related policies and activities, including disclosures recommended by the TCFD. The **SO** module should be used for disclosing targets set as part of the TSP’s four pillars (i.e. engagement, sub-portfolio, sector, and financing transition), as well as for reporting progress against those targets.

The **PGS** and **SO** modules from PRI 2023 Reporting Framework include two different types of indicators:

- **CORE** indicators, which are mandatory to report, assessed and publicly disclosed
- **PLUS** indicators, which are voluntary to disclose and can be made either public or private by the signatory

When CORE indicators include free text fields, these are mandatory to complete in the PRI system. Reporters will not be able to advance through the platform without completing them. However, there is no minimum required length for the text entered in these fields. If signatories wish to provide links to website disclosures in these fields, they may do so.

When PLUS indicators include free text fields, they are optional to complete in the PRI reporting tool. However, to comply with NZAOA requirements, members must also complete these text boxes.

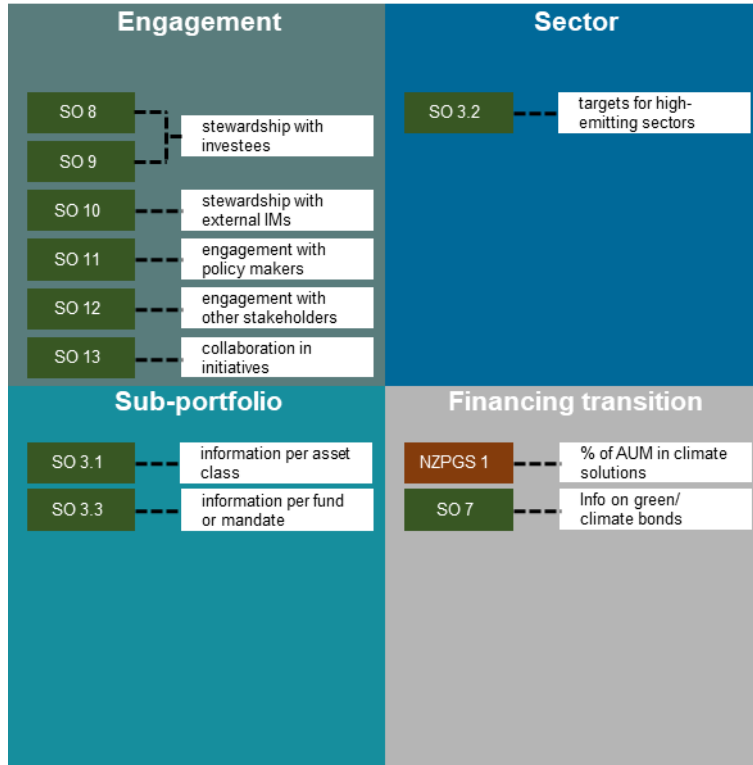
The SO indicators are PLUS, and thus voluntary to disclose for PRI signatories in general. In the reporting platform, signatories have the option of making PLUS indicators private by clicking on a green square on the top right section of the indicator screen which as a default, shows “Public”.

## MODULES FOR REPORTING TARGETS AND PROGRESS

- Alliance members shall report on their overall net zero commitment as well as their targets for engagement and climate solutions investments using SO 1, which allows investors to list their desired outcomes
- For more detail or supporting information on the four categories of targets informed in SO 1, Alliance members should use SO 2
- Alliance members shall report progress against the targets they have listed in SO 2 in indicator SO 4
- Alliance members shall report both on target-setting and on progress against targets for any targets they may have set at the asset class, sector, and fund or mandate level using SO 3 (incl. SO 3.1, SO 3.2 and SO 3.3)

- A summary of indicators per target is presented in Figure 1, including indicators from both SO and PGS module

**Figure 1 – Alignment of TSP requirements with PRI 2023 Reporting Framework Indicators**



## REPORTING STANDARDISATION

To ensure comparability and consistency, please input data using the exact format shown in Table 1.

**Table 1 – Required format for data input**

Category	Format	Details
Currency	Bn USD	Billions of United States dollars
Greenhouse Gas (GHG) emissions	CO <sub>2</sub> e	Carbon dioxide equivalent
Methodology	TSP	Net Zero Asset Owner Alliance – Target Setting Protocol

# PREPARING TO REPORT

AOA members starting their reporting should gather the following information or data points.

## RELEVANT DATA POINTS

### DATA POINTS REGARDING NET ZERO COMMITMENT AND CLIMATE ACTIVITY

- Percentage of AUM covered in net zero commitment at the time of reporting date used for PRI reporting (the same date provided in indicator OO 1 of the Organizational Overview module)
- Asset classes covered in the net zero commitment at the time of reporting
- Climate-stewardship and advocacy information
- TCFD disclosures

### DATA POINTS REGARDING INDIVIDUAL TARGETS

- Baseline year
- Baseline level
- Target year
- Target level
- Metric used

# COMPLETING THE REPORTING

## REPORTING VIA THE POLICY, STRATEGY AND GOVERNANCE MODULE

Signatories should report on indicators from the PGS module before the SO module<sup>1</sup>. The PGS module is where signatories can report on TCFD, as shown in Table 2.

### TCFD RECOMMENDATIONS

Alliance members can fulfil the majority of TCFD reporting requirements using indicators from the PGS module. For one specific recommendation – which TCFD refers to as “Metrics & Targets C” – signatories should use SO module indicators 1-4.

Table 2 details how the PRI 2023 Reporting Framework indicators from both PGS and SO modules align with the TCFD recommendations.

**Table 2** – Alignment between PRI’s Reporting framework indicators and TCFD recommendations

TCFD recommendation	PRI indicator
Report to TCFD	PGS 17
Governance A & B	PGS 11 (incl. PGS 11.1 (D))
Strategy A	PGS 41
Strategy B	PGS 41.1
Strategy C	PGS 43
Risks A, B, & C	PGS 44
Metrics & Targets A	PGS 45 <sup>2</sup>
Metrics & Targets B	PGS 46
Metrics & Targets C	NOT in PGS module (please refer to SO module indicators 1-4,incl. their sub-indicators)

<sup>1</sup> For full detail on the logic pathways that link indicators within and across modules see the Logic guide on the [Investor reporting framework webpage](#)

<sup>2</sup> For climate-related metrics used in leadership remuneration, please refer to PGS 13 and PGS 14



To report on any indicators in the SO module, the signatory must first complete PGS 47 (Figure 2), PGS 47.2 (Figure 3) and PGS 48 (Figure 4) to unlock the SO module. In Figure 2, any choices except for **(H)** will lead to PGS 48. Figure 3 shows indicative responses – actual responses may vary.

**Figure 2 – Indicator PGS 47 which acts as one of the three gateway indicators to SO 1**

Indicator ID	Dependent on:	N/A	Sub-section	PRI Principle	Type of indicator
<b>PGS 47</b>	Gateway to:	<b>Multiple indicators</b>	<b>Sustainability outcomes</b>	<b>1, 2</b>	<b>CORE</b>

**Has your organisation identified the intended and unintended sustainability outcomes connected to its investment activities?**

*All investment activities can be connected to positive and negative outcomes. An organisation's intended and unintended sustainability outcomes may include, for example, greenhouse gas emissions or actual and potential negative human rights outcomes for people.*

(A) Yes, we have identified one or more specific sustainability outcomes connected to our investment activities

(B) No, we have not yet identified the sustainability outcomes connected to any of our investment activities

Explain why: \_\_\_\_\_ [Mandatory free text: large]

**Figure 3 – Indicator PGS 47.2 is one of the three gateway indicators to SO 1**

Indicator ID	Dependent on:	PGS 47	Sub-section	PRI Principle	Type of indicator
<b>PGS 47.2</b>	Gateway to:	<b>PGS 48</b>	<b>Sustainability outcomes</b>	<b>1, 2</b>	<b>CORE</b>

**What are the primary methods that your organisation has used to determine the most important intended and unintended sustainability outcomes connected to its investment activities?**

*Select up to four responses.*

(A) Identify sustainability outcomes that are closely linked to our core investment activities

(B) Consult with key clients and/or beneficiaries to align with their priorities

(C) Assess which actual or potential negative outcomes for people are most severe based on their scale, scope, and irremediable character

(D) Identify sustainability outcomes that are closely linked to [systematic sustainability issues](#)

(E) Analyse the input from different stakeholders (e.g. affected communities, civil society, [trade unions](#) or similar)

(F) Understand the geographical relevance of specific sustainability outcome objectives

(G) Other method

Specify: \_\_\_\_\_ [Mandatory free text: medium]

(H) We have not yet determined the most important sustainability outcomes connected to our investment activities

**Figure 4 – Indicator PGS 48 which acts as a gateway to SO 1**

Indicator ID	Dependent on:	PGS 47.2	Sub-section	PRI Principle	Type of indicator
<b>PGS 48</b>	Gateway to:	<b>PGS 48.1, SO 1</b>	<b>Sustainability outcomes</b>	<b>1, 2</b>	<b>CORE NOT ASSESSED</b>

**Has your organisation taken action on any specific sustainability outcomes connected to its investment activities, including to prevent and mitigate actual and potential negative outcomes?**

*All investment activities can be connected to positive and negative outcomes. An organisation's intended and unintended sustainability outcomes may include, for example, greenhouse gas emissions or actual and potential negative human rights outcomes.*

(A) Yes, we have taken action on some of the specific sustainability outcomes connected to our investment activities

(B) No, we have not yet taken action on any specific sustainability outcomes connected to our investment activities

Explain why not: \_\_\_\_\_ [Mandatory free text: medium]

## REPORTING VIA THE SUSTAINABILITY OUTCOMES MODULE

After unlocking the SO module, the signatory will start reporting on the four TSP targets and any progress associated with those targets.

**Table 3** – Specific target commitments that can be reported in the SO module

Item	PRI Indicator
<b>Overall net zero commitment, engagement, and climate solutions targets</b> <ul style="list-style-type: none"> <li>■ Progress against targets</li> </ul>	<b>SO 1, SO 2</b>  SO 4, SO 4.1 ( <i>requires SO 2</i> )
<b>Engagement targets</b> <ul style="list-style-type: none"> <li>■ Stewardship with investees</li> <li>■ Prioritization with investees</li> <li>■ Stewardship with external IMs</li> <li>■ Engagement with policy makers</li> <li>■ Engagement with other stakeholders</li> <li>■ Collaboration in initiatives</li> </ul>	<b>SO 5 (requires SO 1 and SO 2)</b>  SO 8 (requires SO 5) SO 9 (requires SO 5) SO 10 (requires SO 5) SO 11 (requires SO 5) SO 12 (requires SO 5) SO 13 (requires SO 5)
<b>Sector targets</b> <ul style="list-style-type: none"> <li>■ High-emitting sectors</li> </ul>	<b>SO 3 (requires SO 1)</b>  SO 3.2 (requires SO 3)
<b>Financing transition targets</b> <ul style="list-style-type: none"> <li>■ Green and climate bonds</li> </ul>	<b>NZPGS 1</b>  SO 7
<b>Sub-portfolio targets</b> <ul style="list-style-type: none"> <li>■ Information per asset class</li> <li>■ Information per fund or mandate</li> </ul>	<b>SO 3 (requires SO 1)</b>  SO 3.1 (requires SO 3) SO 3.3 (requires SO 3)

## SPECIAL FOCUS AREA: TARGET REPORTING

This section first describes how to use SO 1 to report Alliance targets. Alliance members should use SO 1 for portfolio-wide net zero commitments, engagement targets, and climate solutions targets.

Disclosure through SO 2 and SO 2.1 of details of the targets that have been set for each of these Sustainability Outcomes is covered in the next sub-section (Special focus area: detailed target reporting). As explained below, each goal listed as an outcome in SO 1 should correspond to one target in SO2. Outcomes that have only one target date (e.g., 2025) will be described only in SO 2, while outcomes for which the reporting entity has set both an interim and longer-term target date will have the longer-term target described in SO 2.1.

Following the same structure of the TSP, this guidance is divided into Engagement targets, Sector Targets, Climate Solutions Targets, and finally Sub-portfolio Targets. Throughout this guidance, the text is complemented by an example response illustrated in red. These examples are indicative only – the actual responses will depend on the individual signatory’s specific targets and progress.

## NET ZERO AUM COMMITMENT

First, the signatory should report their organisation’s overall goal to manage assets in line with net zero by 2050 at the latest. For this, the signatory should report using SO 1. The step-by-step process is described below and shown in Figure 5.

- Select **(A) Sustainability outcome #1**
- In field **(1) Widely recognized frameworks used to guide action on this sustainability outcome**: select option **(2) The UNFCCC Paris Agreement**
- In field **(2) Classification of sustainability outcome**: select option **(1) Environmental**
- In field **(3) Sustainability outcome name**: type in **NZAOA AUM commitment**
- In field **(4) Number of targets set for this outcome**: select option **(2) One target**. This is the case even for signatories that have two dates for measuring progress, since the “target” here refers to the subject matter at hand. Signatories who have both interim and long-term targets for measuring progress should use SO 2 for interim targets and SO 2.1 for long-term target dates. More detailed information on this is provided in subsequent sections.

**Figure 5 – SO 1 for NZAOA net zero AUM commitment**

Indicator ID <b>SO 1</b>	Dependent on:	<b>New ISP 14a</b>	Sub-section <b>Setting targets for sustainability outcomes</b>	PRI Principle <b>1, 2</b>	Type of indicator <b>PLUS</b> <small>VOLUNTARY TO DISCLOSE</small>
	Gateway to:	<b>SO 2, SO 2.1, SO 3</b>			
<b>What specific sustainability outcomes connected to its investment activities has your organisation taken action on?</b> <i>List up to ten of these specific sustainability outcomes.</i>					
	<b>(1) Widely recognised frameworks used to guide action on this sustainability outcome</b>	<b>(2) Classification of sustainability outcome</b>	<b>(3) Sustainability outcome name</b>	<b>(4) Number of targets set for this outcome</b>	
<input type="checkbox"/> (A) Sustainability outcome #1	[Multi-select dropdown list] (1) The UN Sustainable Development Goals (SDGs) and targets <b>(2) The UNFCCC Paris Agreement</b> (3) The UN Guiding Principles on Business and Human Rights (UNGPs) (4) OECD frameworks: OECD Guidelines for Multinational Enterprises and Guidance on Responsible Business Conduct for Institutional Investors (5) The EU Taxonomy (6) Other relevant taxonomies (7) The International Bill of Human Rights (8) The International Labour Organisation's Declaration on Fundamental Principles and Rights at Work and the eight core conventions (9) The Convention on Biological Diversity Other international, regional, sector-based or issue-specific framework(s) (10) Other international, regional, sector-based or issue-specific framework(s)	[Multi-select dropdown list] <b>(1) Environmental</b> (2) Social (3) Governance-related (4) Other	[Mandatory free text: small] <b>NZAOA AUM commitment</b>	[Dropdown list] (1) No target <b>(2) One target</b> (3) Two or more targets	

## CLIMATE ENGAGEMENT AND CLIMATE SOLUTIONS

Next, Alliance members should use SO 1 for engagement and climate solutions targets. The steps below outline the process of reporting targets (Figure 6). Field **(3) Sustainability outcome name** should match each different target type (i.e. engagement target, sector target, climate solutions target, or sub-portfolio target).

- Select **(B) Sustainability outcome #2**
- In field **(1) Widely recognized frameworks used to guide action on this sustainability outcome**: select option **(2) The UNFCCC Paris Agreement**
- In field **(2) Classification of sustainability outcome**: select option **(1) Environmental**
- In field **(3) Sustainability outcome name**: type in **NZAOA climate engagement (or NZAOA climate solutions)**
- In field **(4) Number of targets set for this outcome**: select option **(2) One target**. Please note: signatories should select “one target” even if they have set two or more dates for making progress on this issue, because “target” here refers to the subject matter at hand. Signatories who have both interim and long-term target date for achieving progress on the issue should use SO 2 for reporting interim target dates and SO 2.1 for long-term target dates.

**Figure 6 – Using SO 1 for NZAOA climate engagement targets**

Indicator ID	Dependent on:	New ISP 14a	Sub-section	PRI Principle	Type of indicator
SO 1	Gateway to:	SO 2, SO 2.1, SO 3	Setting targets for sustainability outcomes	1, 2	<b>PLUS</b> VOLUNTARY TO DISCLOSE
<p>What specific <b>sustainability outcomes</b> connected to its investment activities has your organisation <b>taken action on</b>? List up to ten of these specific sustainability outcomes.</p>					
	(1) Widely recognised frameworks used to guide action on this sustainability outcome	(2) Classification of sustainability outcome	(3) Sustainability outcome name	(4) Number of targets set for this outcome	
<input type="checkbox"/> (B) Sustainability outcome #2	[Multi-select dropdown list] (1) The UN Sustainable Development Goals (SDGs) and targets <b>(2) The UNFCCC Paris Agreement</b> (3) The UN Guiding Principles on Business and Human Rights (UNGPs) (4) OECD frameworks: OECD Guidelines for Multinational Enterprises and Guidance on Responsible Business Conduct for Institutional Investors (5) The EU Taxonomy (6) Other relevant taxonomies (7) The International Bill of Human Rights (8) The International Labour Organisation's Declaration on Fundamental Principles and Rights at Work and the eight core conventions (9) The Convention on Biological Diversity Other international, regional, sector-based or issue-specific framework(s) (10) Other international, regional, sector-based or issue-specific framework(s)	[Multi-select dropdown list] <b>(1) Environmental</b> (2) Social (3) Governance-related (4) Other	[Mandatory free text: small] <b>NZAOA climate engagement (or NZAOA climate solution)</b>	[Dropdown list] (1) No target <b>(2) One target</b> (3) Two or more targets	

For climate solutions targets, the above steps should be repeated, but for **(3) Sustainability outcome name** please enter **NZAOA climate solutions** instead of **NZAOA climate engagement**.

## SPECIAL FOCUS AREA: DETAILED TARGET REPORTING

This section describes how to use SO 2 and SO 2.1, which allows signatories to provide more detailed information on targets disclosed in SO 1.

### NET ZERO AUM COMMITMENT

To provide more information on net zero AUM commitment, signatories should fill SO 2 with information previously provided in SO 1 **(A) Sustainability outcome #1: NZAOA AUM commitment**. This procedure is outlined in Figure 7. Further detail on decarbonisation metrics is covered in the sub-portfolio section.

- (1) Target name: **NZAOA AUM commitment**
- (2) Baseline year: date the signatory is taking as a starting point (not earlier than 2019)
- (3) Target to be met by: year the signatory expects to complete first commitment (e.g., 2030, or 2050 if you only have one portfolio-wide target)
- (4) Methodology: TSP
- (5) Metric used (if relevant): % of AUM managed in line with net zero
- (6) Absolute or intensity-based (if relevant): not applicable, leave blank
- (7) Baseline level or amount (if relevant): percentage of AUM managed in line with net zero at the date you are taking as a starting point (not earlier than 2019), (e.g., 10%)

**Figure 7 – Specific details for net zero AUM commitment using SO 2**

Indicator ID	Dependent on:	SO 1	Sub-section	PRI Principle	Type of indicator
SO 2	Gateway to:	SO 2.1, SO 4, SO 5	Setting targets for sustainability outcomes	1	<b>PLUS</b> VOLUNTARY TO DISCLOSE
<p><b>For each sustainability outcome, provide details of up to two of your nearest-term targets.</b>  <i>Providing at least a target name is necessary to unlock subsequent indicators in the module.</i>  <i>Targets may be non-measurable (i.e. qualitative) or measurable (i.e. quantitative). They may be set as part of long-term planning or result from ongoing monitoring or due diligence aiming to identify your new and ongoing, actual and potential and positive and negative sustainability outcomes.</i></p>					
<b>Target details</b>					
	(1) Target name	NZAOA AUM commitment			
	(2) Baseline year	(e.g. 2019)			
	(3) Target to be met by	(e.g. 2025)			
	(4) Methodology	TSP			
	(5) Metric used (if relevant)	% of AUM managed in line with net zero			
		<b>Not applicable</b>			
(A1) Sustainability Outcome #1: NZAOA AUM commitment	(6) Absolute or intensity-based (if relevant):	[Dropdown list] <b>Not applicable</b> (1) Absolute (2) Intensity-based			
	(7) Baseline level or amount (if relevant):	(e.g. 10%)			
	(8) Target level or amount (if relevant):	(e.g. 40%)			
	(9) Percentage of total AUM covered in your baseline year for target setting:	(e.g. 10%)			
	(10) Do you also have a longer-term target for this?	[Dropdown list] (1) Yes (2) No			

## CLIMATE ENGAGEMENT

Signatories should use this section to provide detail on NZAOA climate engagement and NZAOA climate solutions investments. To provide detail on engagement targets, Alliance members should use SO 2, which will be pre-filled with information from SO 1 **(B1) Sustainability outcome #2: NZAOA climate engagement**. Figure 8 shows an example of how the indicator should be filled.

- (1) Target name: **NZAOA climate engagement**
- (2) Baseline year: date the signatory is taking as a starting point (not earlier than 2019)
- (3) Target to be met by: year the signatory expects to complete first commitment (e.g., 2025);
- (4) Methodology: TSP
- (5) Metric used (if relevant): (# of collaborative engagements supported by the AOA such as the CA100+, # of bilateral engagements in line with the TSP requirements executed by the AO, # of investees having set science-based targets, etc<sup>3</sup>)
- (6) Absolute or intensity-based (if relevant): not applicable, leave blank
- (7) Baseline level or amount (if relevant): baseline measurement at the date the signatory is taking as the starting point (not earlier than 2019), (e.g., 5 bilateral engagements with companies)

<sup>3</sup> For a full list of the engagement targets please refer to the Alliance Target Setting Protocol Third edition.

- (8) Target level or amount (if relevant): target the signatory wants to reach by target date in line with the metric used for (7) Baseline level or amount (if relevant), (e.g., 20 bilateral engagements with companies)
- (9) Percentage of total AUM covered in your baseline year for target setting: fill in with percentage AUM managed in line with net zero at the date you are taking as a starting point
- (10) Do you also have a longer-term target for this? Yes or No

**Figure 8 – Specific details for NZAOA climate engagement targets using SO 2**

Indicator ID	Dependent on:	SO 1	Sub-section	PRI Principle	Type of indicator
<b>SO 2</b>	Gateway to:	<b>SO 2.1, SO 4, SO 5</b>	<b>Setting targets for sustainability outcomes</b>	<b>1</b>	<b>PLUS</b> VOLUNTARY TO DISCLOSE
<p><b>For each sustainability outcome, provide details of up to two of your nearest-term targets.</b>  <i>Providing at least a target name is necessary to unlock subsequent indicators in the module.</i>  <i>Targets may be non-measurable (i.e. qualitative) or measurable (i.e. quantitative). They may be set as part of long-term planning or result from ongoing monitoring or due diligence aiming to identify your new and ongoing, actual and potential and positive and negative sustainability outcomes.</i></p>					
			Target details		
			(1) Target name	NZAOA climate engagement	
			(2) Baseline year	(e.g. 2019)	
			(3) Target to be met by	(e.g. 2025)	
			(4) Methodology	TSP	
			(5) Metric used (if relevant)	(e.g. # of bilateral engagements with companies)	
			<b>Not applicable</b>	[Dropdown list] <b>Not applicable</b>	
(B1) Sustainability Outcome #2: NZAOA climate engagement			(6) Absolute or intensity-based (if relevant):	(1) Absolute (2) Intensity-based	
			(7) Baseline level or amount (if relevant):	(e.g. 5 of bilateral engagements with companies)	
			(8) Target level or amount (if relevant):	(e.g. 20 of bilateral engagements with companies)	
			(9) Percentage of total AUM covered in your baseline year for target setting:	(e.g. 45%)	
			(10) Do you also have a longer-term target for this?	[Dropdown list] (1) Yes (2) No	

Signatories can then fill a number of SO indicators related to other aspects of engagement as indicated in Table 4, depending on the type and scope of engagement(s).

**Table 4 – Specific target commitments that can be reported in the SO module**

Engagement targets	SO 5
Stewardship with investees	SO 8 (requires SO 5)
Prioritization with investees	SO 9 (requires SO 5)
Stewardship with external IMs	SO 10 (requires SO 5)
Engagement with policy makers	SO 11 (requires SO 5)
Engagement with other stakeholders	SO 12 (requires SO 5)
Collaboration in initiatives	SO 13 (requires SO 5)

## CLIMATE SOLUTIONS FINANCING

Information on targets for the climate solutions investments share of total AUM should be filled using SO 2, which will be pre-filled with information from SO 1: **(C1) Sustainability outcome #3: NZAOA climate solutions target**. Figure 9 shows how the indicator should be filled.

- (1) Target name: **NZAOA climate solutions**
- (2) Baseline year: date the signatory is taking as a starting point (not earlier than 2019)
- (3) Target to be met by: year the signatory expects to complete first commitment (e.g., 2025)
- (4) Methodology: TSP
- (5) Metric used (if relevant): % of AUM in climate solutions
- (6) Absolute or intensity-based (if relevant): not applicable, leave blank
- (7) Baseline level or amount (if relevant): baseline measurement at the date the signatory is taking as the starting point (not earlier than 2019), (e.g., 10% of AUM in climate solutions)
- (8) Target level or amount (if relevant): target the signatory wants to reach by target date in line with the metric used for (7) Baseline level or amount (if relevant), (e.g., 20% of AUM in climate solutions)
- (9) Percentage of total AUM covered in your baseline year for target setting: fill in with percentage AUM managed in line with net zero at the date you are taking as a starting point
- (10) Do you also have a longer-term target for this? Yes or No



**Figure 9 – Specific details for NZAOA climate solutions financing using SO 2**

Indicator ID <b>SO 2</b>	Dependent on:	<b>SO 1</b>	Sub-section <b>Setting targets for sustainability outcomes</b>	PRI Principle <b>1</b>	Type of indicator <b>PLUS</b> VOLUNTARY TO DISCLOSE
	Gateway to:	<b>SO 2.1, SO 4, SO 5</b>			
<p>For each <b>sustainability outcome</b>, provide details of up to two of your nearest-term targets.  <i>Providing at least a target name is necessary to unlock subsequent indicators in the module.</i>  <i>Targets may be non-measurable (i.e. qualitative) or measurable (i.e. quantitative). They may be set as part of long-term planning or result from ongoing monitoring or due diligence aiming to identify your new and ongoing, actual and potential and positive and negative sustainability outcomes.</i></p>					
<b>Target details</b>					
<b>(C1) Sustainability Outcome #3: NZAOA climate solutions</b>	(1) Target name	NZAOA climate solutions			
	(2) Baseline year	(e.g. 2019)			
	(3) Target to be met by	(e.g. 2025)			
	(4) Methodology	TSP			
	(5) Metric used (if relevant)	% of AUM in climate solutions			
	(6) Absolute or intensity-based (if relevant):	Not applicable		[Dropdown list] Not applicable (1) Absolute (2) Intensity-based	
	(7) Baseline level or amount (if relevant):	(e.g. 10% of AUM in climate solutions)			
	(8) Target level or amount (if relevant):	(e.g. 20% of AUM in climate solutions)			
	(9) Percentage of total AUM covered in your baseline year for target setting:	(e.g. 45%)			
	(10) Do you also have a longer-term target for this?	[Dropdown list] (1) Yes (2) No			

If the signatory has a second target for this outcome, the answer to **(10)** will lead to SO 2.1, shown in Figure 12.

- (1) Target name: will be pre-filled with answers to SO 2: **NZAOA climate solutions**
- (2) Long-term target to be met by: date for the long-term target (e.g., 2030)
- (3) Long-term target level or amount (if relevant): target the signatory wants to reach by target date in line with the metric used for (7) Baseline level or amount (if relevant), (e.g., 30% of AUM in climate solutions)

**Figure 10 – Long-term targets for climate solutions financing using SO 2.1**

Indicator ID <b>SO 2.1</b>	Dependent on:	<b>SO 1, SO 2</b>	Sub-section <b>Setting targets for sustainability outcomes</b>	PRI Principle <b>1</b>	Type of indicator <b>PLUS</b> VOLUNTARY TO DISCLOSE
	Gateway to:	<b>N/A</b>			
<p>For each <b>sustainability outcome</b>, provide details of up to two of your long-term targets.</p>					
<b>Target details</b>					
<b>(C1) Sustainability Outcome #3: NZAOA climate solutions</b>	(1) Target name	NZAOA climate solution			
	(2) Long-term target to be met by	(e.g. 2030)			
	(3) Long-term target level or amount (if relevant)	(e.g. 30% of AUM in climate solutions)			

## SECTOR TARGETS

For Alliance signatories who have set targets for high-emitting sectors, they must fill out SO 3.2. To do this the signatory should start with SO 3 and mark the option shown in Figure 11. This will allow the signatory to provide details of their net-zero targets for high-emitting sectors.

**Figure 11 – Setting sector targets using SO 3**

Indicator ID	Dependent on:	SO 1	Sub-section	PRI Principle	Type of indicator
SO 3	Gateway to:	SO 3.1, SO 3.2, SO 3.3	Focus: Setting net-zero targets	General	<b>PLUS</b> VOLUNTARY TO DISCLOSE
<p>If relevant to your organisation, you can opt-in to provide further details on your net-zero targets.  <i>The content of this indicator is based on the reporting requirements of the Net-zero Asset Owners Alliance (NZAOA) and/or the Net-zero Asset Managers Initiative (NZAM).</i></p> <p> <input type="checkbox"/> (A) Yes, we would like to provide further details on our organisation's asset class-specific net-zero targets  <input checked="" type="checkbox"/> (B) Yes, we would like to provide further details on our organisation's net-zero targets for high-emitting sectors  <input type="checkbox"/> (C) Yes, we would like to provide further details on our organisation's mandate or fund-specific net-zero targets  <input type="radio"/> (D) No, we would not like to provide further details on our organisation's asset class, high-emitting sectors or mandate or fund-specific net-zero targets  <input type="radio"/> (E) No, our organisation does not have any asset class, high-emitting sectors or mandate or fund-specific net-zero targets         </p>					

Figure 12 shows how to fill targets for high-emitting sectors using SO 3.2. For those looking to inform progress against this specific target, item **(7) Current amount (if different from baseline amount)** can be used to report progress.

- (1) Baseline year: date the signatory is taking as a starting point (not earlier than 2019)
- (2) Target to be met by: year the signatory expects to complete first commitment (e.g., 2035)
- (4) Methodology: TSP
- (5) Metric used (if relevant): choose from one of the metrics shown in Figure 12 (e.g., (1) Absolute: MtCO2)
- (6) Baseline amount: baseline measurement at the date the signatory is taking as the starting point (not earlier than 2019), (e.g., 10 MtCO2)
- (7) Current amount (if different from baseline amount): this item can be used to report progress. To do this report the current number in the same metric as (6) Baseline amount, (e.g., 7.5 MtCO2)
- (8) Targeted reduction with respect to baseline: (e.g., 100%)
- (9) Asset classes covered: (e.g., listed equity)

**Figure 12 – Reporting targets for high-emitting sectors using SO 3.2<sup>4</sup>**

Indicator ID	Dependent on:	SO 3	Sub-section	PRI Principle	Type of indicator
SO 3.2	Gateway to:	N/A	Focus: Setting net-zero targets	General	PLUS VOLUNTARY TO DISCLOSE
<p>Provide details of your nearest-term net-zero targets for high-emitting sectors.                      The content of this indicator is based on the reporting requirements of the Net-zero Asset Owners Alliance (NZAOA) and/or the Net-zero Asset Managers Initiative (NZAM).</p>					
			<b>Target details</b>		
			(1) Baseline year	2019	
			(2) Target to be met by	2035	
			(3) Emissions included in target	[Multiselect dropdown list] (1) Scope 1 (2) Scope 2 (3) Scope 3	
			(4) Methodology	TSP	
			(5) Metric used	[Dropdown list] (1) Absolute: MtCO2 (2) Absolute: MtCO2e (3) Intensity-based: tCO2e/Mn USD (4) Intensity-based: tCO2/Mn USD (5) Intensity-based: tCO2e/Mn USD Sales (6) Intensity-based: tCO2/Mn USD Sales (7) Intensity-based: tCO2e/Mn USD Revenue (8) Intensity-based: tCO2/Mn USD Revenue (9) Other	
			(6) Baseline amount	10 MtCO2	
			(7) Current amount (if different from baseline amount)	7.5	
			(8) Targeted reduction with respect to baseline	100%	
			(9) Asset classes covered	Listed equity	
(One row per high-emitting sector) <input checked="" type="checkbox"/> (A) Coal <input type="checkbox"/> (B) Gas <input type="checkbox"/> (C) Oil <input type="checkbox"/> (D) Combined oil and gas <input type="checkbox"/> (E) Utilities <input type="checkbox"/> (F) Cement <input type="checkbox"/> (G) Steel <input type="checkbox"/> (H) Aviation <input type="checkbox"/> (I) Heavy duty road <input type="checkbox"/> (J) Light duty road <input type="checkbox"/> (K) Shipping <input type="checkbox"/> (L) Combined aviation, heavy duty road, light duty road and shipping <input type="checkbox"/> (M) Aluminium <input type="checkbox"/> (N) Agriculture, forestry, and fishery <input type="checkbox"/> (O) Chemicals <input type="checkbox"/> (P) Construction and buildings <input type="checkbox"/> (Q) Textile and leather <input type="checkbox"/> (R) Water					

## CLIMATE SOLUTIONS INVESTMENTS: ADDITIONAL INFORMATION

More detailed information on climate solutions investments can be included in NZPGS 1, which allows signatories to provide a breakdown of current climate solutions investments by asset class and climate solutions theme. Figure 13 provides an example for corporate bonds.

<sup>4</sup> Targets for each high-emitting sector must be filled in a similar way to the target represented for the Coal sector. Information such as target date, metric used, and baseline are expected to differ amongst different high-emitting sectors.

**Figure 13 – Breakdown of climate solutions by theme and asset class using NZPGS 1**

Indicator ID NZPGS 1	Dependent on:	NZAOA members only	Sub-section Climate change: Climate solution investments	PRI Principle General	Type of indicator NZAOA MEMBERS ONLY
	Gateway to:	N/A			
<b>What proportion of your AUM is allocated to climate solution investments?</b> <i>Provide the amount in USD million. You may check the exchange rate of your currency to USD on the International Monetary Fund website.</i>					
<input type="checkbox"/> (A) Corporate bonds	(1) Methodology	TSP			
	(2) Energy	(e.g. 650,000 Mn USD)			
	(3) Pollution, waste and water	(e.g. 150,000 Mn USD)			
	(4) Sustainable land and marine	[AUM figure, USD million]			
	(5) Transportation	[AUM figure, USD million]			
	(6) Manufacturing and industry	[AUM figure, USD million]			
	(7) Buildings	(e.g. 200,000 Mn USD)			
	(8) ICT	[AUM figure, USD million]			
	(9) Total per asset class (not possible for split sectors)	(e.g. 1,000,000 Mn USD)			
	(10) Certified 'Green' investments, incl. climate-resilient bonds	(e.g. 100,000 Mn USD)			
	(11) Transition investments (e.g. bonds, infrastructure)	[AUM figure, USD million]			

## SUB-PORTFOLIO TARGETS

Alliance signatories can use SO 3.1 to provide sub-portfolio targets by asset class or SO 3.3 for Individual Funds or Mandates. To do this the signatory should start with SO 3, as previously done for sector targets, and choose options **(A) and/or (B)**, as shown in Figure 14.

**Figure 14 – Setting asset class and/or fund-specific targets using SO 3**

Indicator ID SO 3	Dependent on:	SO 1	Sub-section Focus: Setting net-zero targets	PRI Principle General	Type of indicator PLUS VOLUNTARY TO DISCLOSE
	Gateway to:	SO 3.1, SO 3.2, SO 3.3			
<b>If relevant to your organisation, you can opt-in to provide further details on your net-zero targets.</b> <i>The content of this indicator is based on the reporting requirements of the Net-zero Asset Owners Alliance (NZAOA) and/or the Net-zero Asset Managers Initiative (NZAM).</i>					
<input type="checkbox"/> (A) Yes, we would like to provide further details on our organisation's asset class-specific net-zero targets <input type="checkbox"/> (B) Yes, we would like to provide further details on our organisation's net-zero targets for high-emitting sectors <input type="checkbox"/> (C) Yes, we would like to provide further details on our organisation's mandate or fund-specific net-zero targets <input type="radio"/> (D) No, we would not like to provide further details on our organisation's asset class, high-emitting sectors or mandate or fund-specific net-zero targets <input type="radio"/> (E) No, our organisation does not have any asset class, high-emitting sectors or mandate or fund-specific net-zero targets					

If the signatory selects option **(A)**, they will be prompted to complete SO 3.1. Figure 15 provides an example for listed equity.

For those looking to inform progress against this specific target, item **(7) Current amount (if different from baseline amount)** can be used to report progress.

- (1) Baseline year: date the signatory is taking as a starting point (not earlier than 2019)
- (2) Target to be met by: year the signatory expects to complete first commitment (e.g., 2030)
- (4) Methodology: TSP

- (5) Metric used (if relevant): choose from one of the metrics shown in Figure 15 (e.g., (7) Intensity-based tCO2e/Mn USD Revenue)
- (6) Baseline amount: baseline measurement at the date the signatory is taking as the starting point (not earlier than 2019), (e.g., 200 tCO2e/Mn USD Revenue)
- (7) Current amount (if different from baseline amount): this item can be used to report progress. To do this, report the current number in the same metric as “(6) Baseline amount”, (e.g., 180 tCO2e/Mn USD Revenue)
- (8) Targeted reduction with respect to baseline: (e.g., 35%)
- (9) Percentage of total AUM covered in your baseline year for target setting: fill in with percentage AUM of the specific asset class managed in line with net zero at the date you are taking as a starting point
- (10) If coverage is below 100% for this asset class, explain why

**Figure 15 – Reporting targets per asset class using SO 3.1<sup>5</sup>**

Indicator ID	Dependent on:	SO 3	Sub-section	PRI Principle	Type of indicator
SO 3.1	Gateway to:	N/A	Focus: Setting net-zero targets	General	PLUS VOLUNTARY TO DISCLOSE
<b>Provide details of your nearest-term net-zero targets per asset class.</b> <i>The content of this indicator is based on the reporting requirements of the Net-zero Asset Owners Alliance (NZAOA) and/or the Net-zero Asset Managers Initiative (NZAM).</i>					
			<b>Target details</b>		
<b>(B) NZAOA TSP asset class breakdown</b> (One row per asset class) <input type="checkbox"/> Corporate bonds <input checked="" type="checkbox"/> <b>Listed equities</b> <input type="checkbox"/> Real estate (direct) <input type="checkbox"/> Real estate funds (indirect) <input type="checkbox"/> Real estate debt (incl. direct mortgages) <input type="checkbox"/> Infrastructure equities <input type="checkbox"/> Infrastructure debt <input type="checkbox"/> Supra-, Sovereigns, and Agency bonds <input type="checkbox"/> Private equities <input type="checkbox"/> Private loans to listed companies <input type="checkbox"/> Private debt <input type="checkbox"/> Cash <input type="checkbox"/> Other asset classes <input type="checkbox"/> Combined bonds and equities <input type="checkbox"/> Combined bonds, equities and real estate (direct) <input type="checkbox"/> Combined bonds, equities, real estate and infrastructure			(1) Baseline year	(e.g. 2019)	
			(2) Target to be met by	(e.g. 2025)	
			(3) Emissions included in target	[Multi-select dropdown list] (1) Scope 1 (2) Scope 2 (3) Scope 3	
			(4) Methodology	Target Setting Protocol (TSP)	
			(5) Metric used	[Dropdown list] (1) Absolute: MtCO2 (2) Absolute: MtCO2e (3) Intensity-based: tCO2e/Mn USD (4) Intensity-based: tCO2/Mn USD (5) Intensity-based: tCO2e/Mn USD Sales (6) Intensity-based: tCO2/Mn USD Sales (7) Intensity-based: tCO2e/Mn USD Revenue (8) Intensity-based: tCO2/Mn USD Revenue (9) Other	
			(6) Baseline amount	(e.g. 200 tCO2e/Mn USD Revenue)	
			(7) Current amount (if different from baseline amount)	(e.g. 180 tCO2e/Mn USD Revenue)	
			(8) Targeted reduction with respect to baseline –	(e.g. 35%)	
			(9) Percentage of total AUM covered in your baseline year for target setting	(e.g. 70%)	
			(10) If coverage is below 100% for this asset class, explain why	(e.g. We intend to gradually increase our asset class coverage until we reach full coverage by 2035)	

If the signatory selects option **(C)** they will be prompted to complete SO 3.3 (Figure 16). Signatories with more than 10 funds or mandates should insert a link in the free text field providing information on where the larger list can be found.

<sup>5</sup> Targets for each asset class must be filled in a similar way to the target represented for listed equity. Information such as target date, metric used, and baseline are expected to differ amongst different asset classes.

In the field **(2) Target details**, it is recommended that signatories provide some of the following details:

- Baseline year
- Target to be met by
- Emissions included in target
- Methodology
- Metric(s) used
- Baseline amount
- Current amount (if different from baseline amount)
- Target amount
- Asset classes covered
- Fund or mandate’s AUM at the baseline year (for target setting)

**Figure 16 – Reporting targets mandates or funds using SO 3.3**

Indicator ID	Dependent on:	SO 3	Sub-section	PRI Principle	Type of indicator
SO 3.3	Gateway to:	N/A	Focus: setting net-zero targets	General	<b>PLUS</b> VOLUNTARY TO DISCLOSE
Provide details of your net-zero targets for specific mandates or funds. <i>The content of this indicator is based on the reporting requirements of the Net-Zero Asset Owners Alliance (NZAOA) and/or the Net-Zero Asset Managers Initiative (NZAM).</i>					
			(1) Name of mandate or fund		(2) Target details
<input type="checkbox"/>	(A) Fund or mandate #1		[Voluntary free text: medium]		[Voluntary free text: large]
<input type="checkbox"/>	(B) Fund or mandate #2		[As above]		[As above]
	...		...		...
<input type="checkbox"/>	(J) Fund or mandate #10		[As above]		[As above]

**Important:** in the field **(2)**, information must be included manually. Progress against targets set here will follow a similar approach to the previous two sections, in which the signatory can specify that the current level of the metric being used is different from both the baseline and target levels.

## SPECIAL FOCUS AREA: REPORTING PROGRESS AGAINST TARGETS

For all progress reporting not covered in the section Special focus area: targets by asset class, sector, fund or mandate, progress should be reported according to the details provided in this section. In SO 4, all sustainability outcomes listed in SO 1 will be pre-filled, along with target and metric information from SO 2. Signatories should respond **(1) Yes** in SO 4 for all their net zero related targets. By doing so, SO 4.1 will become available for signatories to report progress against their targets.

**Figure 17 – Enabling progress reporting using SO 4**

Indicator ID <b>SO 4</b>	Dependent on:	<b>SO 2</b>	Sub-section <b>Tracking progress against targets</b>	PRI Principle <b>1</b>	Type of indicator <b>PLUS</b> <small>VOLUNTARY TO DISCLOSE</small>
	Gateway to:	<b>SO 4.1</b>			
<b>Does your organisation track progress against your nearest-term sustainability outcome targets?</b> <i>Provide details on your nearest-term targets only. Targets may be non-measurable (i.e. qualitative) or measurable (i.e. quantitative).</i>					
<b>(B1) Sustainability outcome #2: climate engagement</b>		<input type="radio"/> Yes <input type="radio"/> No Explain why not: _____ [Voluntary free text: small]			
<b>(C1) Sustainability outcome #2: climate solution</b>		<input type="radio"/> Yes <input type="radio"/> No Explain why not: _____ [Voluntary free text: small]			

Information in SO 4.1 will also be pre-filled with information from SO 1 and SO 2, including **(1) Target name**, **(2) Target to be met by**, and **(3) Metric used (if relevant)**. Signatories will only need to fill **(4) Current level or amount (if relevant)**, **(5) Other qualitative or quantitative progress**, and **(6) Methodology for tracking progress** (Figure 18).

**Figure 18 – Reporting progress on targets using SO 4.1**

Indicator ID <b>SO 4.1</b>	Dependent on:	<b>SO 4</b>	Sub-section <b>Tracking progress against targets</b>	PRI Principle <b>1</b>	Type of indicator <b>PLUS</b> <small>VOLUNTARY TO DISCLOSE</small>
	Gateway to:	<b>N/A</b>			
<b>During the reporting year, what qualitative or quantitative progress did your organisation achieve against your nearest-term sustainability outcome targets?</b> <i>Provide details on your nearest-term targets only. Targets may be non-measurable (i.e. qualitative) or measurable (i.e. quantitative).</i>					
		<b>Target details</b>			
		<b>(1) Target name</b>	[Pre-filled from SO 2]		
		<b>(2) Target to be met by</b>	[Pre-filled from SO 2]		
		<b>(3) Metric used (if relevant)</b>	[Pre-filled from SO 2]		
<b>(B1) Sustainability outcome #2: climate engagement</b>		<b>(4) Current level or amount (if relevant)</b>	[Voluntary free text: medium]		
		<b>(5) Other qualitative or quantitative progress</b>	[Voluntary free text: large]		
		<b>(6) Methodology for tracking progress</b>	[Voluntary free text: large]		

## FURTHER INFORMATION

More information on PRI reporting is available at: [Reporting & assessment resources | PRI \(unpri.org\)](https://www.unpri.org/reporting-and-assessment-resources)

Please send any questions or comments to [reporting@unpri.org](mailto:reporting@unpri.org)