



Responsible investment
Government Pension Fund Global

Responsible investment Government Pension Fund Global 2022



New initiatives





Company dialogue

We discuss ESG in the majority
of company meetings

1,923

Number of meetings where ESG topics were discussed

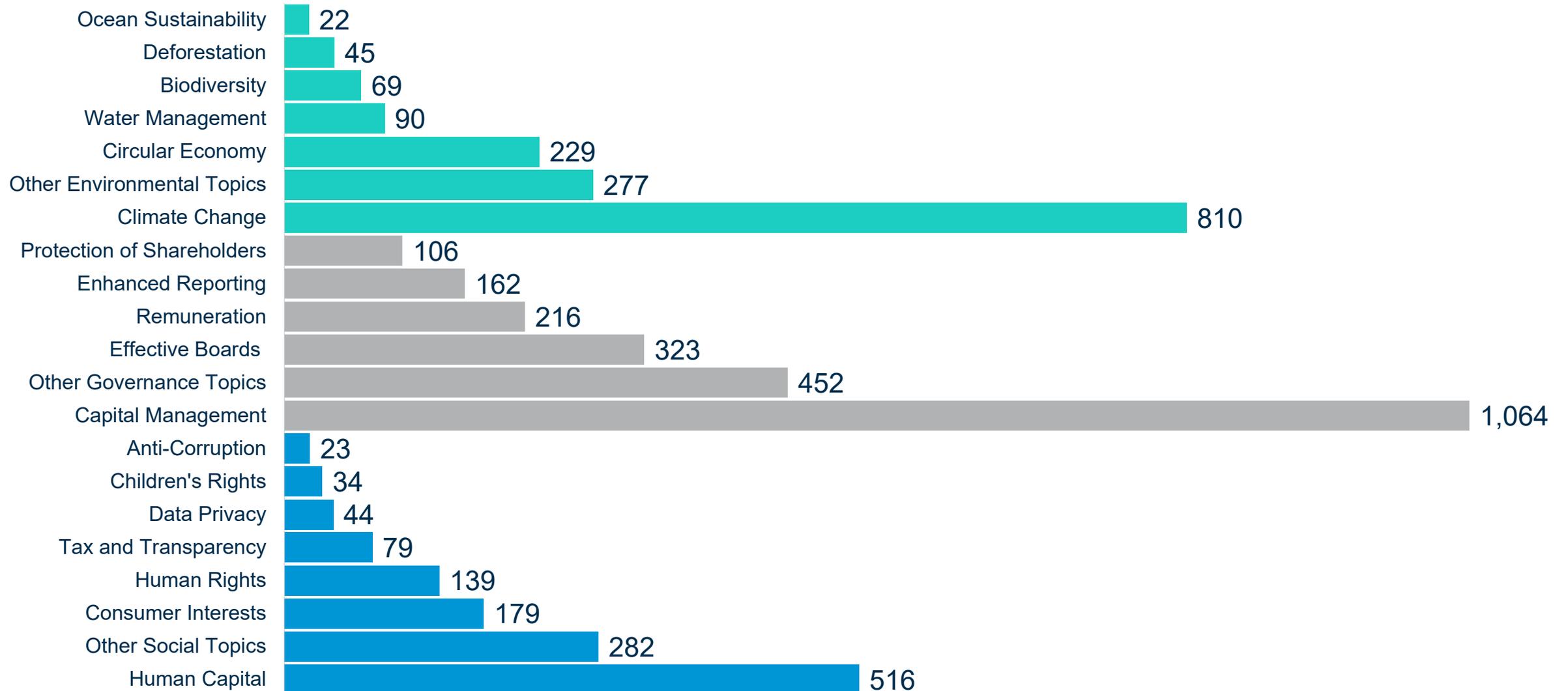
2,911

Total number of company meetings

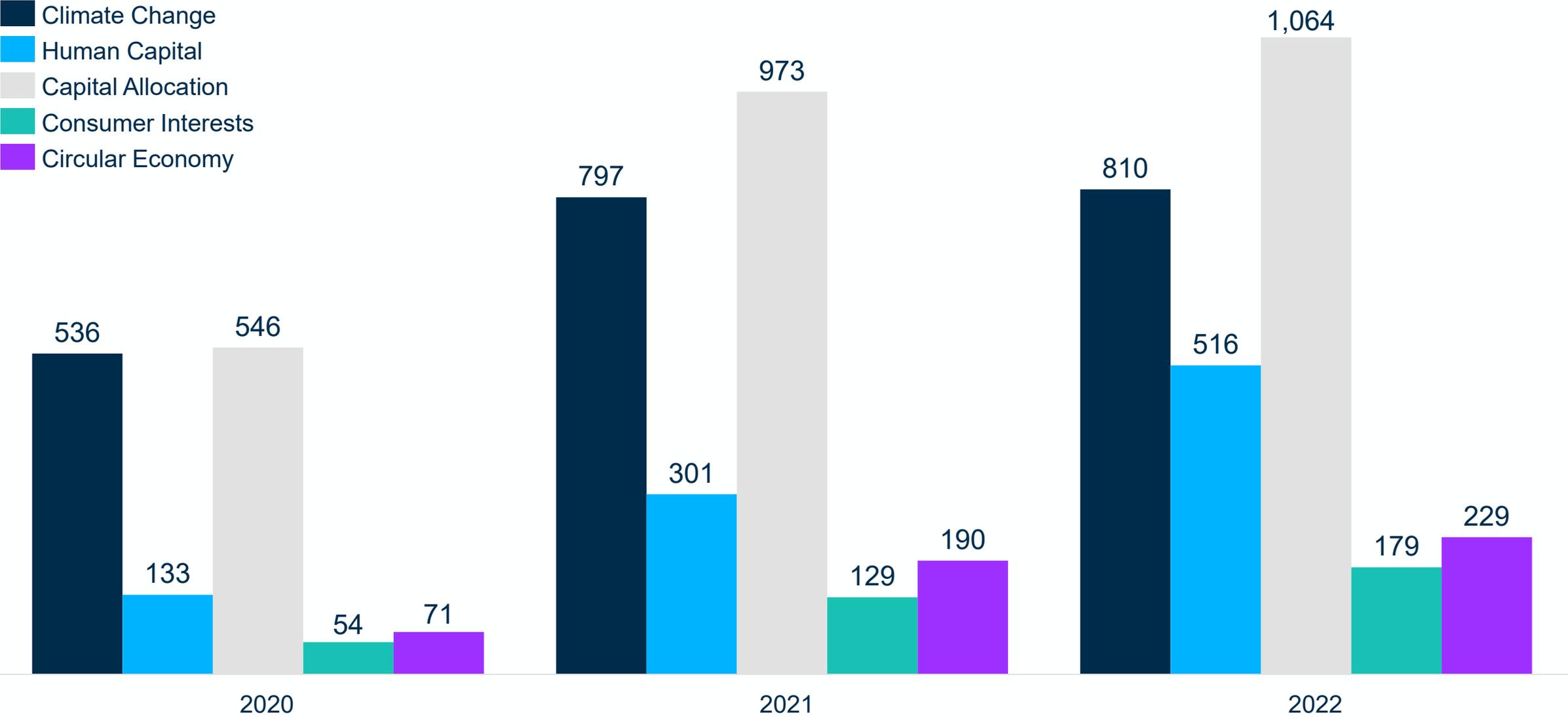


We discuss a broad range of ESG topics with companies

- Environmental
- Effective boards
- Social



There has been a rapid and sustained growth for some topics



Board level dialogue to ensure good governance



RioTinto

Board oversight
Risk management
Board composition
Strategy



Capital allocation
Succession planning
Sustainability
Strategy



Niger delta oil spills
Capital allocation
Board composition
Strategy and energy transition

Net zero dialogues with the largest emitters

70%

Dialogues on forced labour risks in global supply chains

Objective

Encourage effective management of forced labour risks
in global supply chains

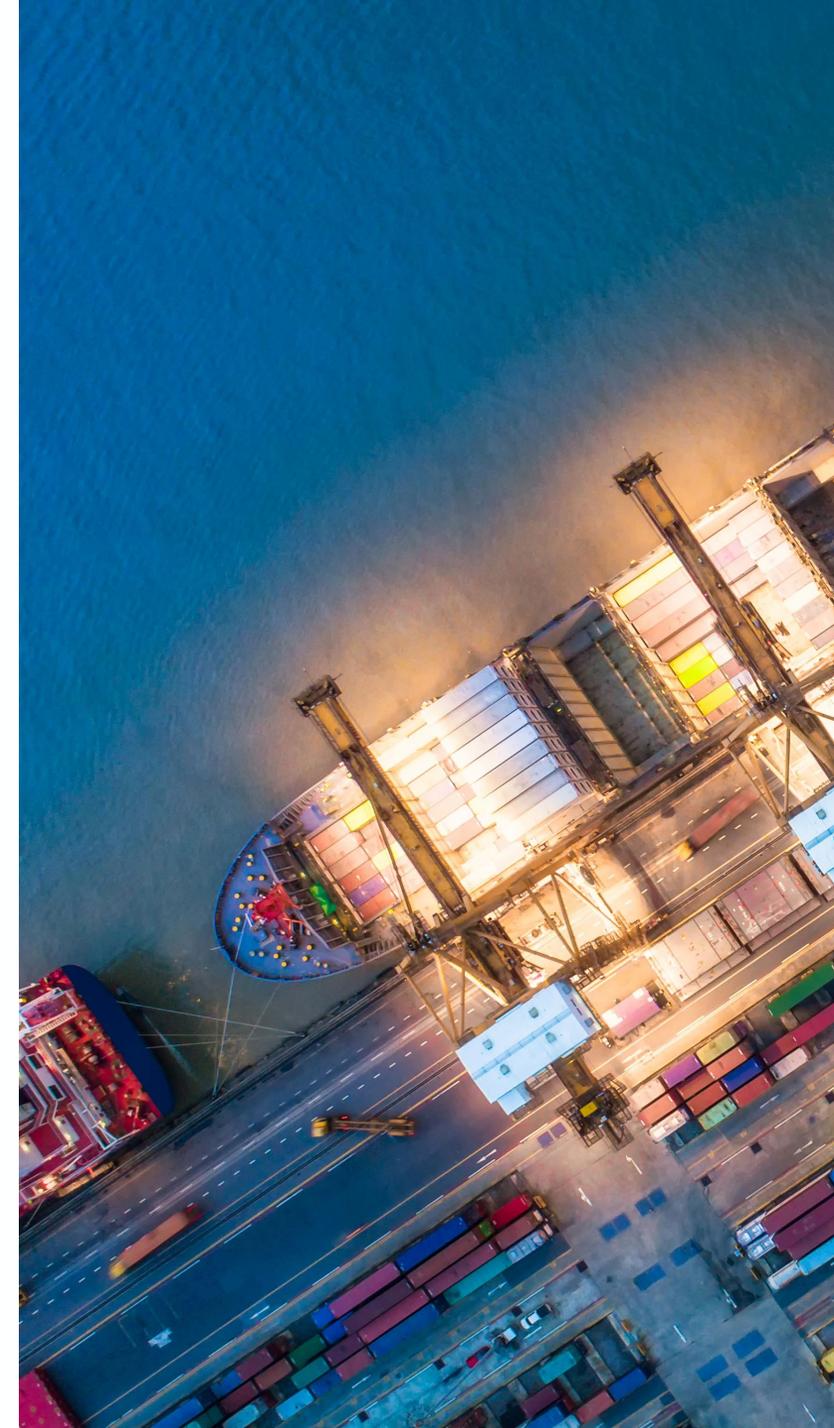
Target companies

23 companies in consumer, technology, and energy sectors

Company practices

enel

INDITEX





Voting



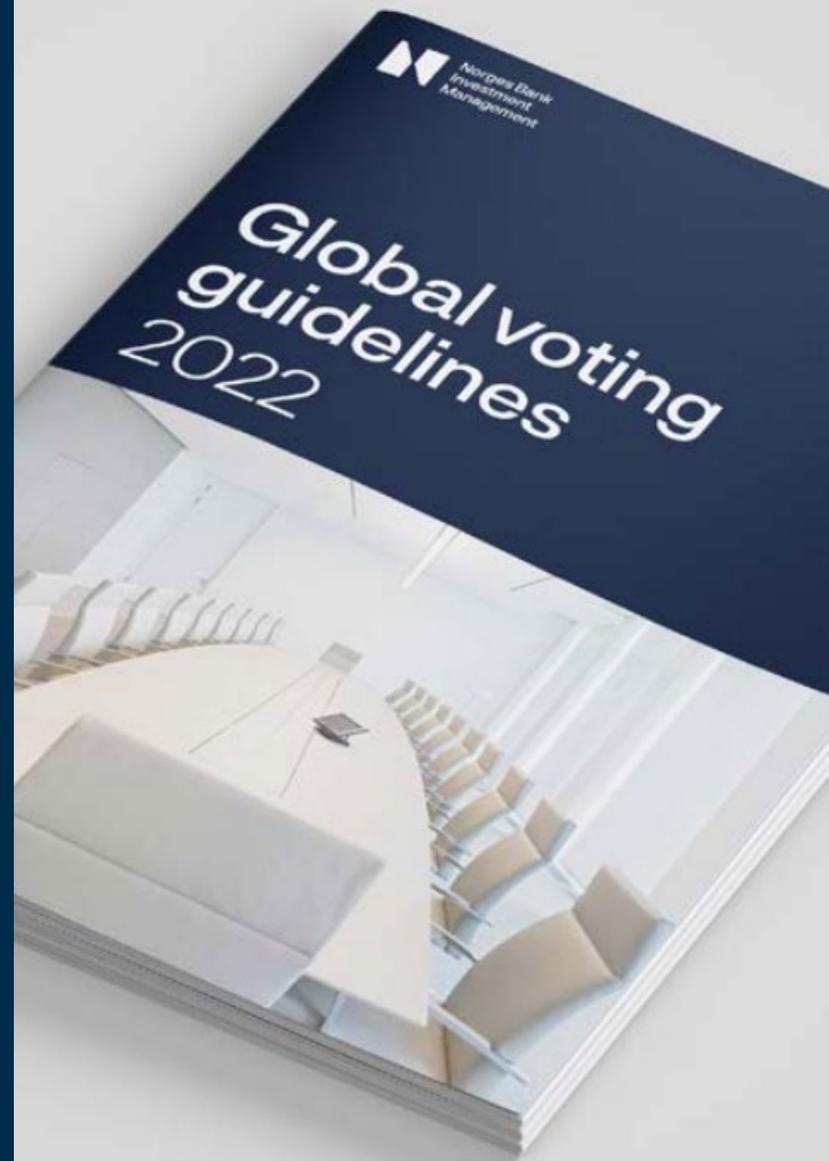
We voted on 120,000 resolutions
at 12,000 shareholder meetings

6%

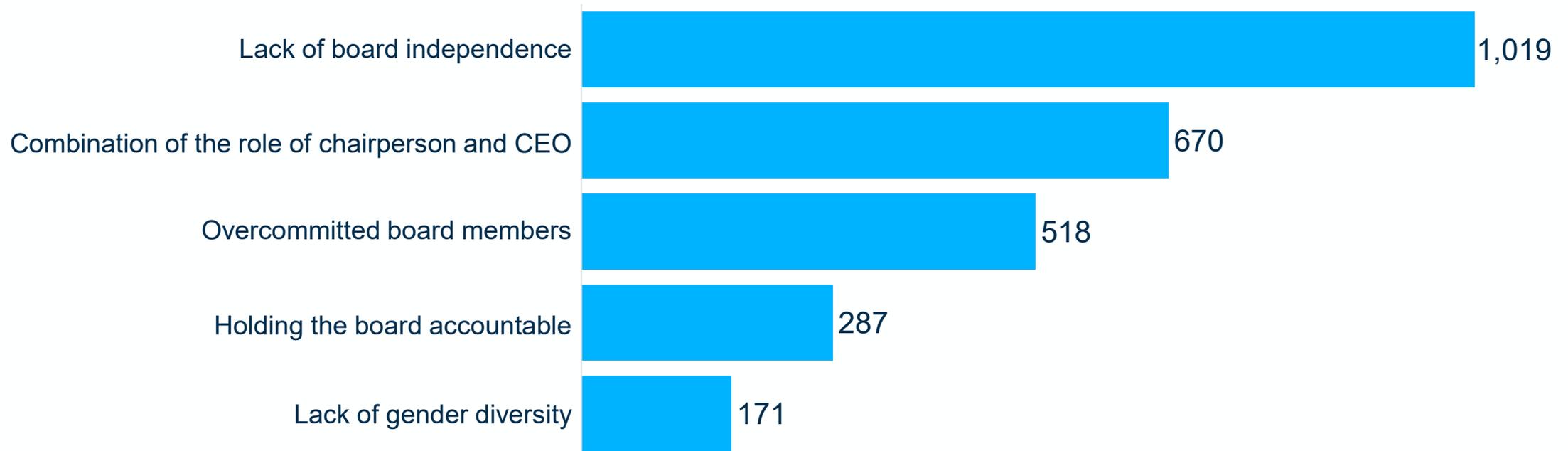
resolutions we voted against

30%

shareholder meetings we voted against



Why do we vote against board candidates?



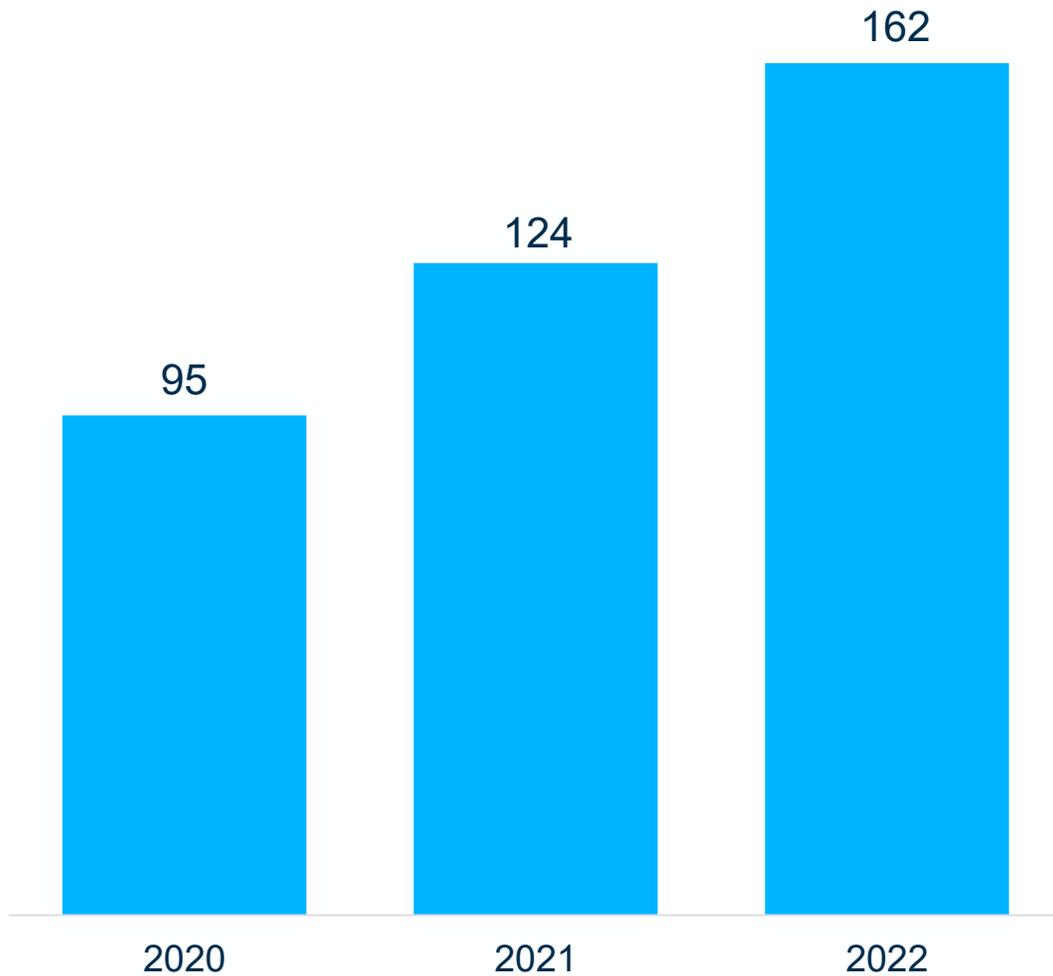
J.P.Morgan



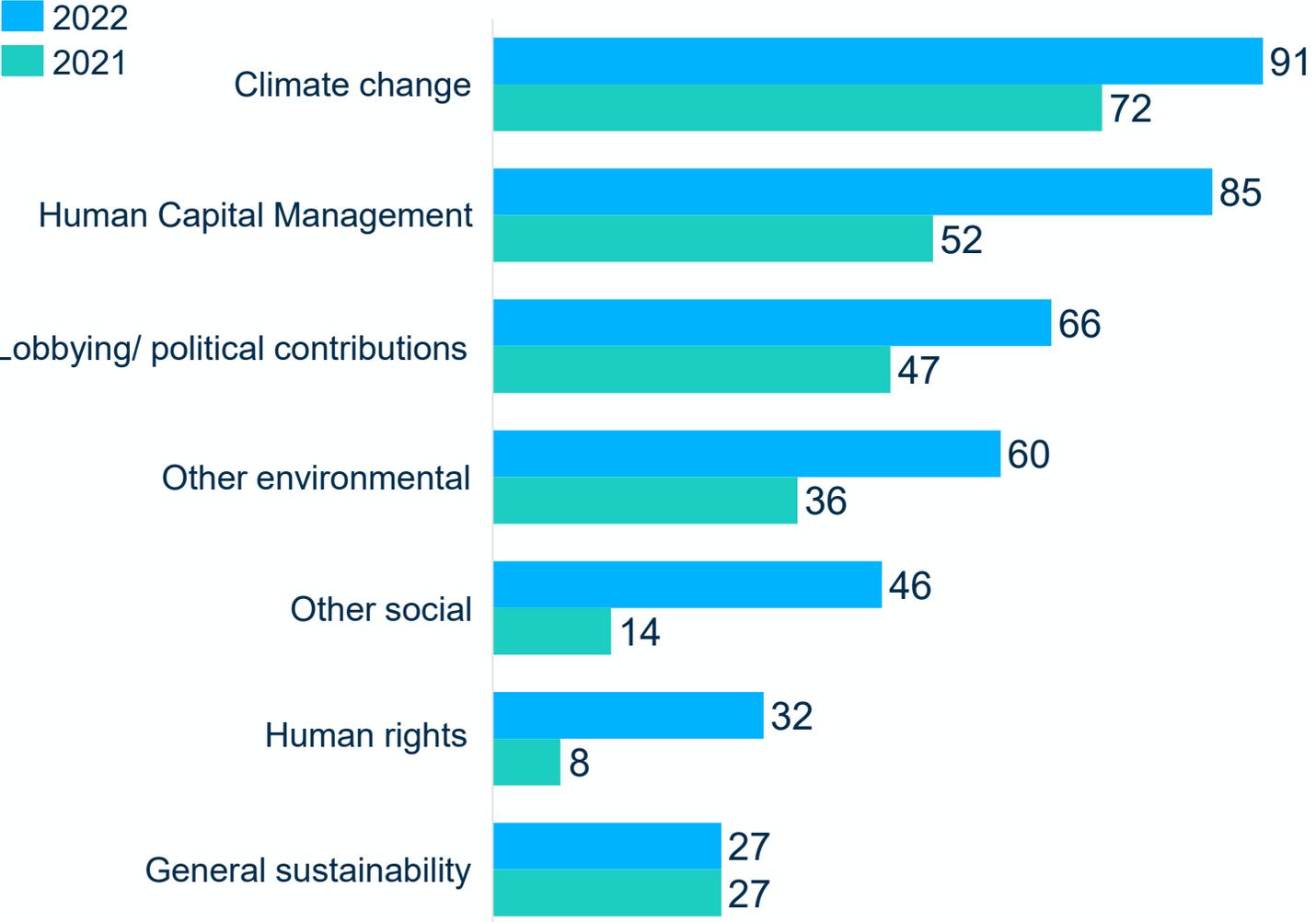
We tightened our votes on CEO pay

Source: ISS, S&P 500 companies

Votes against management on CEO pay, US market



Increasing number of shareholder proposals



Emerging shareholder proposals topics



Racial equity



Reproductive rights



Animal welfare

Disney



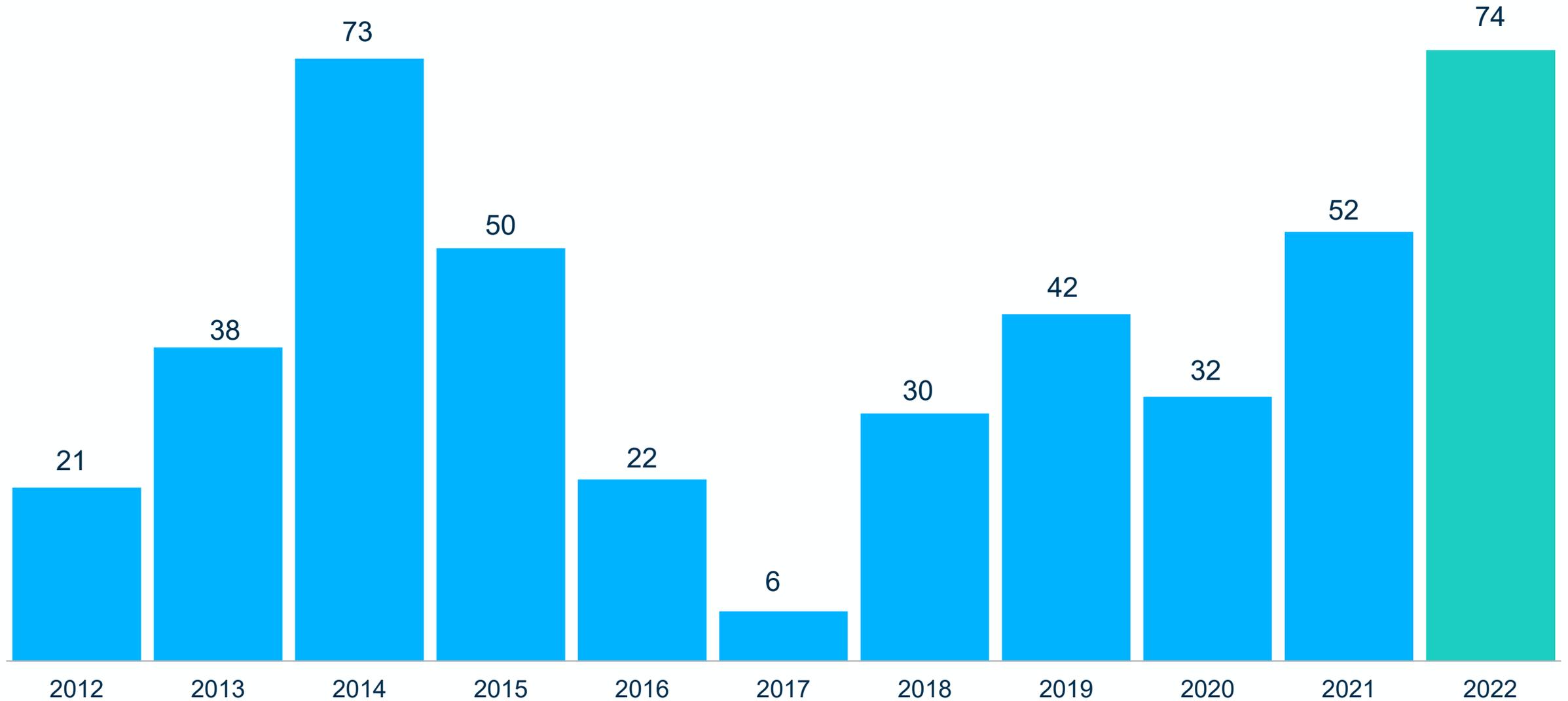
Walmart 



Risk-based divestments

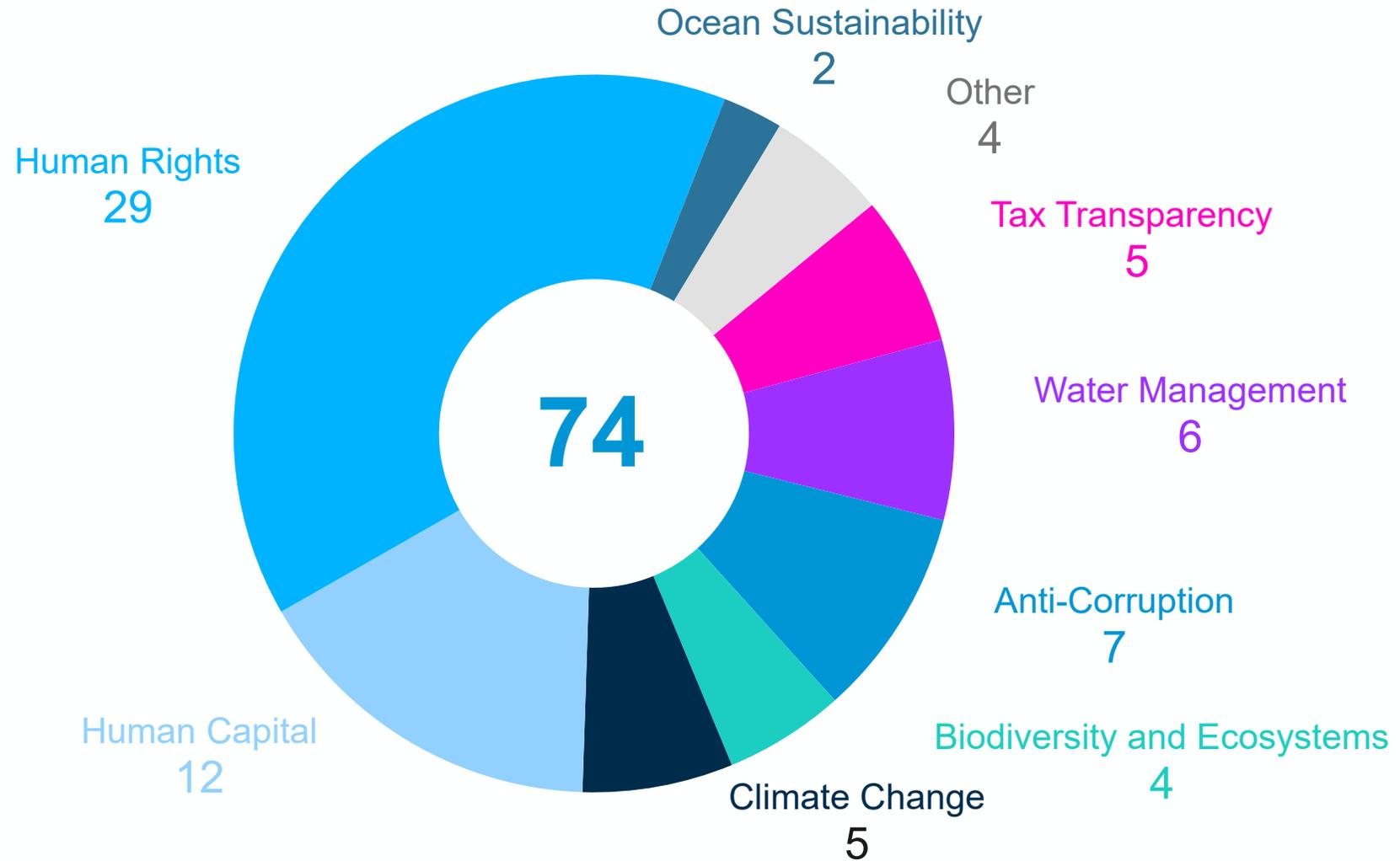


An increase in risk-based divestments



Most risk-based divestments relate to human rights

2022



Divestments from six Adani Group-related companies

2014-2022

Adani Enterprises
ACC Ltd



Deforestation

Ambuja Cements Ltd



GHG emissions

Adani Power Ltd



GHG emissions

Adani Transmission Ltd



GHG emissions

Adani Wilmar Ltd



Deforestation

2014



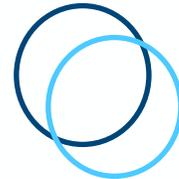
Portfolio and
benchmark
screening

2015



Portfolio and
benchmark
screening

2018



Portfolio and
benchmark
screening

2021



Pre-screening
index inclusions

2022



Pre-screening
index inclusions



2025 climate action plan

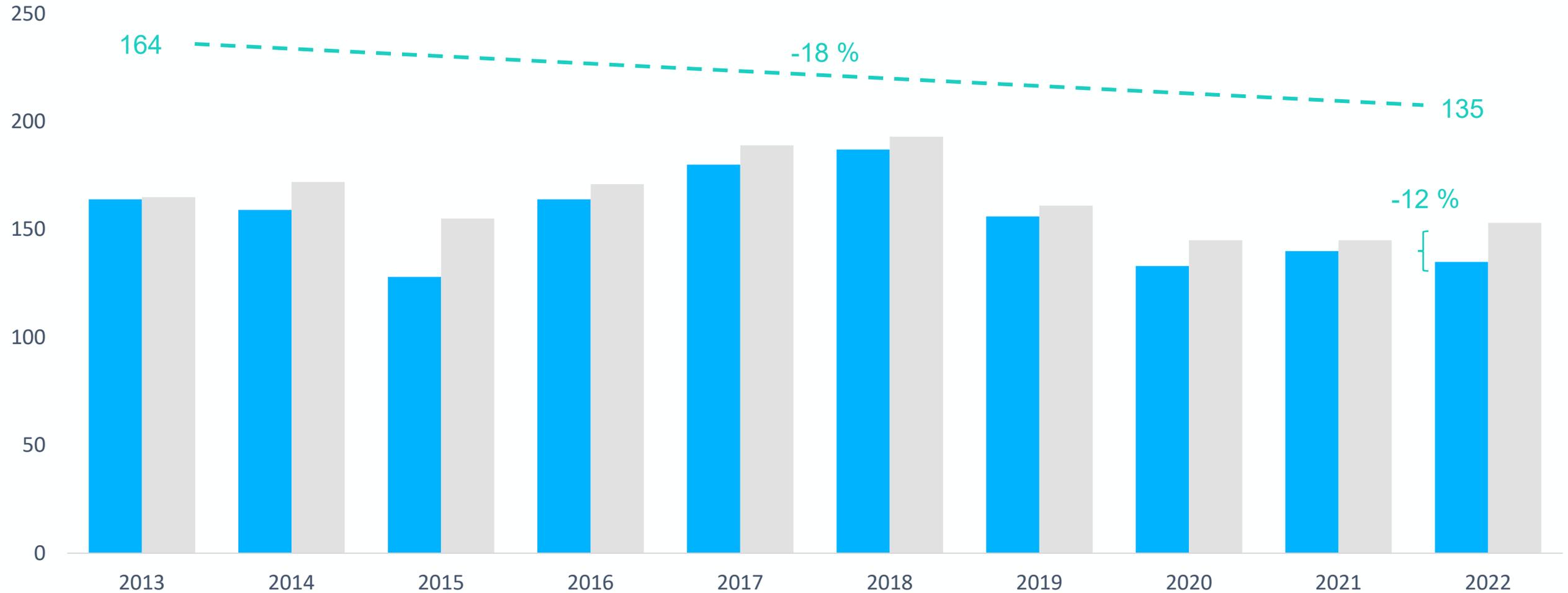
Driving our investee
companies towards
net zero 2050



Carbon-intensity of the equity portfolio

Weighted average carbon intensity (scope 1 and 2) in tCO₂e/1M\$. 2013-22

Equity portfolio
Reference index



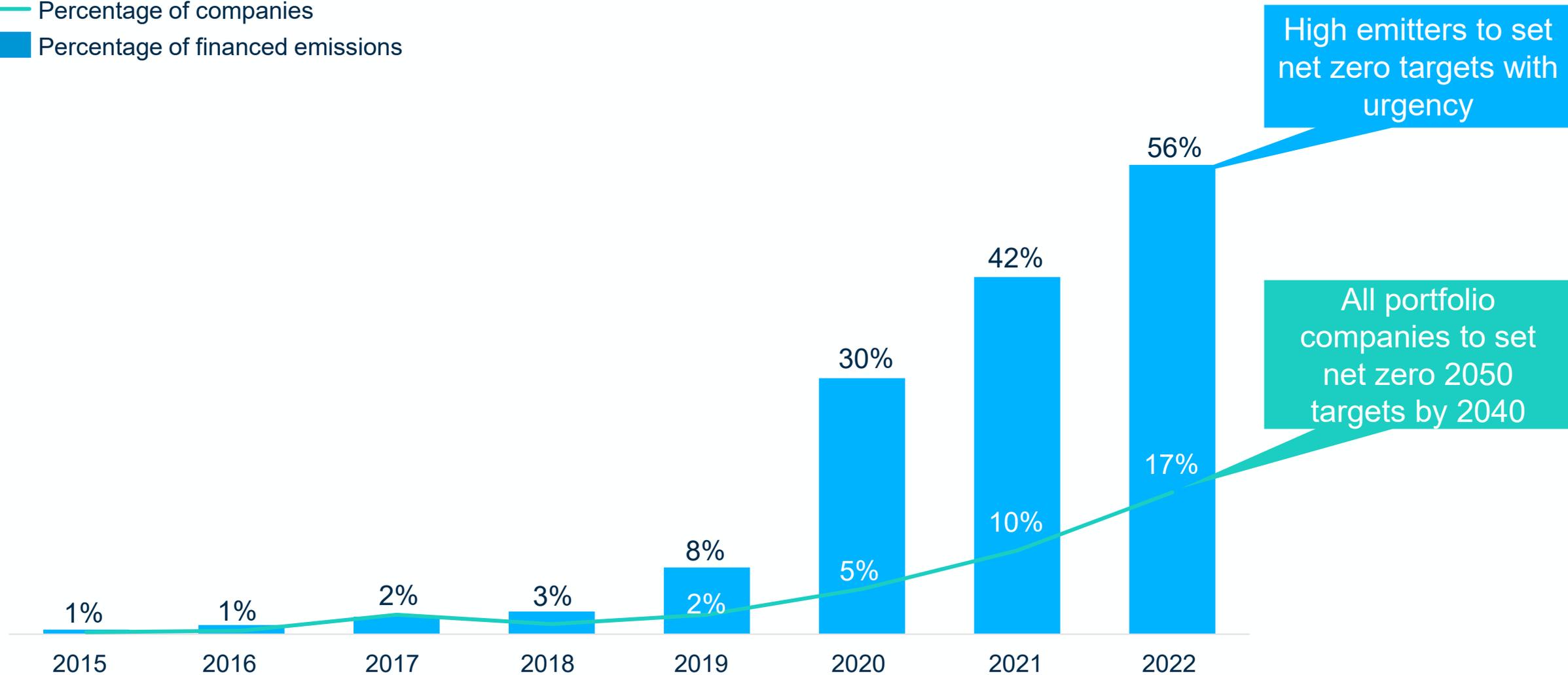
Accelerating trend in corporate net zero target setting

Science-based net zero 2050 targets in our portfolio. Scope 1 and 2

Net zero coverage:

— Percentage of companies

■ Percentage of financed emissions



New Climate Advisory Board

Four external members with solid climate expertise



Jody Freeman



Huw van Steenis



Bjørn Otto Sverdrup



Jennifer Morris



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