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GLOBAL SUSTAINABLE INVESTMENT ALLIANCE GSIA

GLOBAL SUSTAINABLE INVESTMENT ALLIANCE ISSUES FIRST INTERNATIONAL ASSESSMENT OF THE SUSTAINABLE INVESTMENT LANDSCAPE

Release of report also marks launch of the Global Sustainable Investment Alliance

WASHINGTON, DC—The Global Sustainable Investment Alliance (GSIA) today released a report on the size and trends within the sustainable investment industry which finds that globally at least US\$ 13.6 trillion worth of professionally managed assets incorporate environmental, social and governance (ESG) concerns into their investment selection and management.

The *Global Sustainable Investment Review 2012* is a collaboration between the Global Sustainable Investment Alliance, AfricaSIF.org, and SIF-Japan, and is the first report to collate the results from the market studies by regional sustainable investment forums from Europe, the United States, Canada, Australia, Asia, Japan, and Africa. The report measures sustainable investments in all asset classes, from public equities and fixed income to hedge funds and microfinance.

The US\$ 13.6 trillion worth of professionally managed assets that incorporate ESG concerns into their investment selection and management represents 21.8 percent of the total assets managed professionally in the regions covered by the report, conclusively showing that the sustainable investment industry has significant scale in the global arena.

Europe is the largest region with about 65 percent of the known global sustainable investing assets under management. Europe, along with the United States and Canada, account for 96 percent of SRI assets.

Other key findings include:

- The most common strategy used globally is negative/exclusionary screening, with US\$ 8.3 trillion in assets.
- Norms-based screening is also significant at US\$ 3.0 trillion, but this approach is currently only found on a large scale in Europe.
- Positive/best-in-class screening stands at just over US\$ 1.0 trillion, with the US market contributing most of the global assets invested in positive screening.
- Assets utilizing ESG integration are at US\$ 6.2 trillion.
- Approaches to corporate engagement/shareholder action varies greatly across regions, but this is the third-most common strategy, at US \$4.7.trillion.
- Impact investing and sustainability themed investments are comparatively small at US\$ 89 billion and US\$ 83 billion respectively.

- All of the regions expect sustainable investment strategies to expand as increasing numbers of investors realize the value in considering ESG issues and the importance of sustainable investment to risk management and long-term performance.

The release of this report also launches the Global Sustainable Investment Alliance (GSIA) and its website at www.gsi-alliance.org. The GSIA is a collaboration of the seven largest sustainable investment membership organizations in the world: Association for Sustainable & Responsible Investment in Asia (ASRIA), European Sustainable Investment Forum (Eurosif), Responsible Investment Association Australasia (RIAA), Social Investment Organization (SIO) in Canada, UK Sustainable Investment and Finance Association (UKSIF), US SIF: The Forum for Sustainable and Responsible Investment, and Vereniging van Beleggers voor Duurzame Ontwikkeling (VBDO) in the Netherlands.

The mission of GSIA is to deepen the impact and visibility of sustainable investment membership organizations at the global level. Our vision is a world where sustainable investment is integrated into financial systems and the investment chain and where all regions of the world have coverage by vigorous membership based institutions that represent and advance the sustainable investment community. The members of the GSIA have worked together for several years to deepen the practice of sustainable investment and the launch today of the Global Sustainable Investment Alliance formalizes our work together. The GSIA Secretariat is housed at US SIF.

Penny Shepherd MBE, UKSIF Chief Executive said:

“UKSIF welcomes the launch of the Global Sustainable Investment Alliance and the publication of its first report.

Drawing on the knowledge and expertise of our sister organisations through the Alliance and working more closely with them at a global level will enable UKSIF to strengthen its support for the UK finance sector’s leadership in advancing sustainable development and delivering long-term value for global clients.”

About the Global Sustainable Investment Alliance

To learn more about the GSIA, visit our website at www.gsi-alliance.org.

The GSIA wants to thank the sponsors of the regional research reports used to prepare this document. These sponsors are noted in the back of the report. Without their generous support, this report would not have been possible.

About UK Sustainable Investment and Finance Association (UKSIF)

The UK Sustainable Investment and Finance Association (UKSIF) supports the UK finance sector to be a global leader in advancing sustainable development through financial services. We promote and support responsible investment and other forms of finance that advance sustainable economic development, enhance quality of life and safeguard the environment.

Founded in 1991, UKSIF has over 250 members including pension funds, investment managers, research providers, financial advisers, banks and non-governmental organisations. For more information, please visit www.uksif.org.