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Investing now for a better future

**Motlatsi Mutlanyane**

29 July 2021

# Momentum impact funds



Infrastructure investments with social impact objectives

## Alternative Energy Fund

Renewable energy assets and other power assets

## Social Infrastructure Fund

Student housing, accommodation and affordable housing assets

## Diversified Infrastructure Fund

General and specialised infrastructure



*These are pooled portfolios on the Momentum Metropolitan Life Limited balance sheet.*

# Impact management

**Assessment of  
environmental,  
social and  
governance  
factors**

**Impact  
assessment**

**Mapping and  
alignment of  
sustainable  
development  
goals**

# Which impact do we want to achieve?

Based on the idea that capital can **intentionally** create positive and **measurable impact** while **generating** financial **returns** for investors

## Thematic

Focus on specific environmental or social themes

## ESG

Only companies that meet ESG factors

## Green

Support green initiatives

# Types of impact investing



# Reconstruction and recovery plan



# Economic recovery: Energy



# Economic recovery: Infrastructure



Infrastructure and investment office  
Infrastructure Fund (DBSA)



Spur recovery  
Pensions regulations



Employment opportunities  
Enterprise development

# Why this investment approach?



## Demand drivers

Defense – risk mitigation

Offence – alpha generation

Do well, do good



### MATERIALITY

Recognition that ESG factors affect risk and return



### MARKET DEMAND

Demand for greater transparency about how money is invested



### REGULATION

Guidance from regulators to monitor and include ESG issues in risk management



### ENVIRONMENTAL FACTORS

Contribute to environmental objectives:

- Climate change
- Resource depletion
- Waste prevention and recycling
- Pollution prevention and control



### SOCIAL FACTORS

Contribute to social objectives:

- Tackling inequality
- Fostering social cohesion
- Investment in economically and socially disadvantaged communities



### GOVERNANCE FACTORS

Contribute to good governance practices:

- Board diversity and structure
- Executive pay
- Political lobbying and donations

# Measuring impact

## Quantification tools

Acumen PULSE



IRIS+



DELTA



AIMM



# Investors should ask these questions

**Which impact do I want  
to achieve?**

**What liquidity and risk profile am  
I looking for?**

**What is the appropriate impact  
investing vehicle?**

**How do I measure the  
intended impact?**

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Thank you for joining us

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