

**momentum**  
investments



**Let's get impact**  
Motlatsi Mutlanyane





Investing for Impact

# A strong and growing market



95%

integrating or  
considering integrating  
sustainable investing

747

Green, social &  
sustainability  
bonds<sup>1</sup>

80%

are integrating  
sustainable  
investing

+

15%

are actively  
considering  
sustainable investing

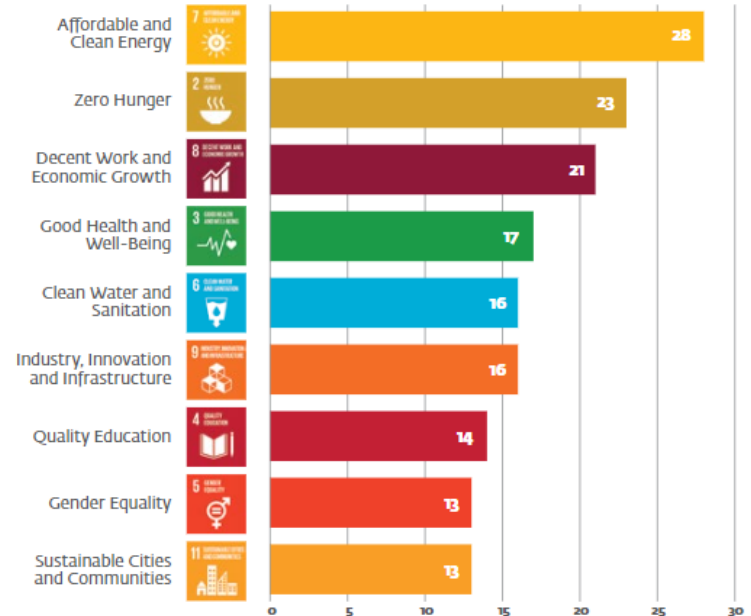
57% will only allocate to investment  
managers with a formal approach to ESG<sup>2</sup>

Sources: 1. IFC Growing Impact Report, 2020

2. Morgan Stanley 2020 Sustainable Signals

\$2.1 trillion

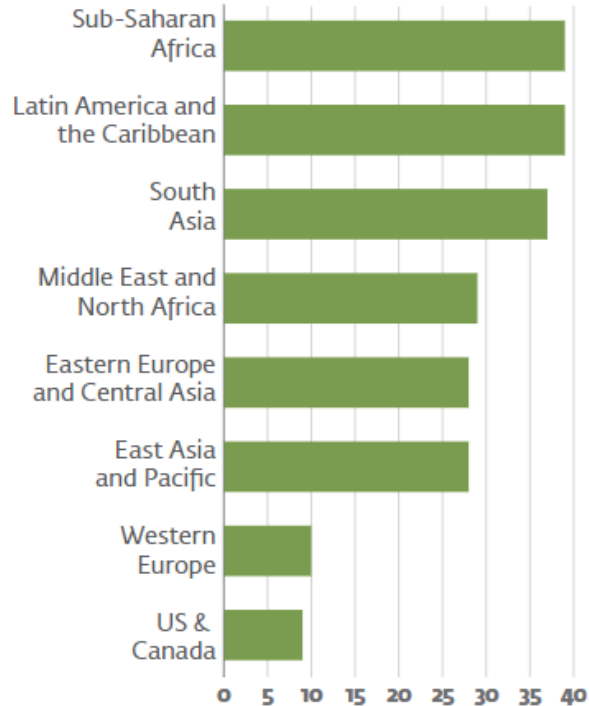
Total all impact market  
(\$8.3trn capital committed)<sup>1</sup>



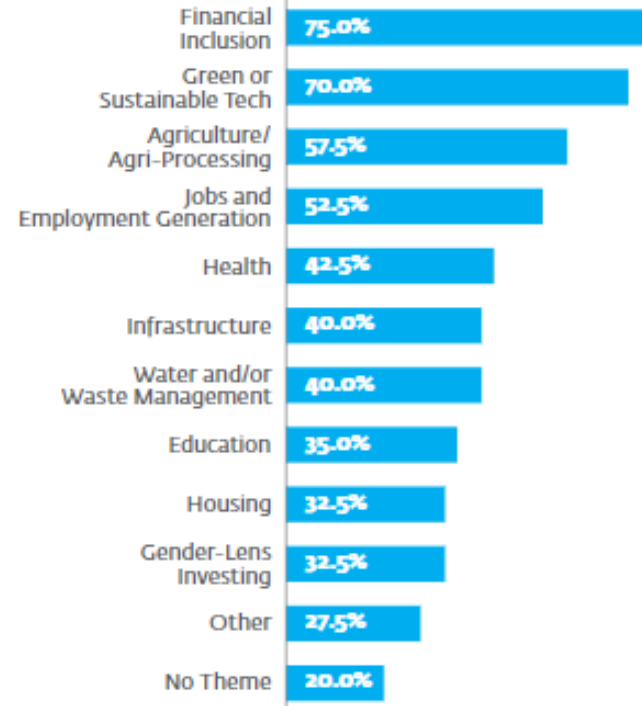
# Focus of sustainable funds



## Regions where impact funds invest



## Percentage of funds reporting an impact theme



Source: IFC Growing Impact Report, 2020

# Spectrum of capital



Source: Impact Management Project, 2017

# Global trends



- 1 Asset owners increasingly embrace sustainable investing
- 2 Better tools and data to measure sustainability
- 3 Environmental issues are top choice for thematic and impact investors
- 4 ESG integration remains the most common approach to sustainable investing
- 5 Investment managers can play a key role in ESG reporting and education

# Push for impact



Source: IFC Growing Impact Report, 2020

# Why it matters



## MATERIALITY

Recognition that ESG factors affect risk and return



## MARKET DEMAND

Demand for greater transparency about how money is invested



## REGULATION

Guidance to monitor and include ESG issues in risk management



# *Sustainable* investing

## ESG integration

- Investment process
- Financial metrics
- Risk management



## Impact investing

- Intentionality
- Additionality
- Profitability

Companies generating value while doing the right things



Impact of companies' operations/products on society and the environment

# Key pillars



## Intentionality

Investments should be made with the objective of positive social or environmental outcomes



## Materiality

Invest in companies where the positive outcomes are of material significance to the beneficiaries



## Additionality

The extent to which a company is making its 'needed' products and services more accessible or commercially viable



## Negative considerations

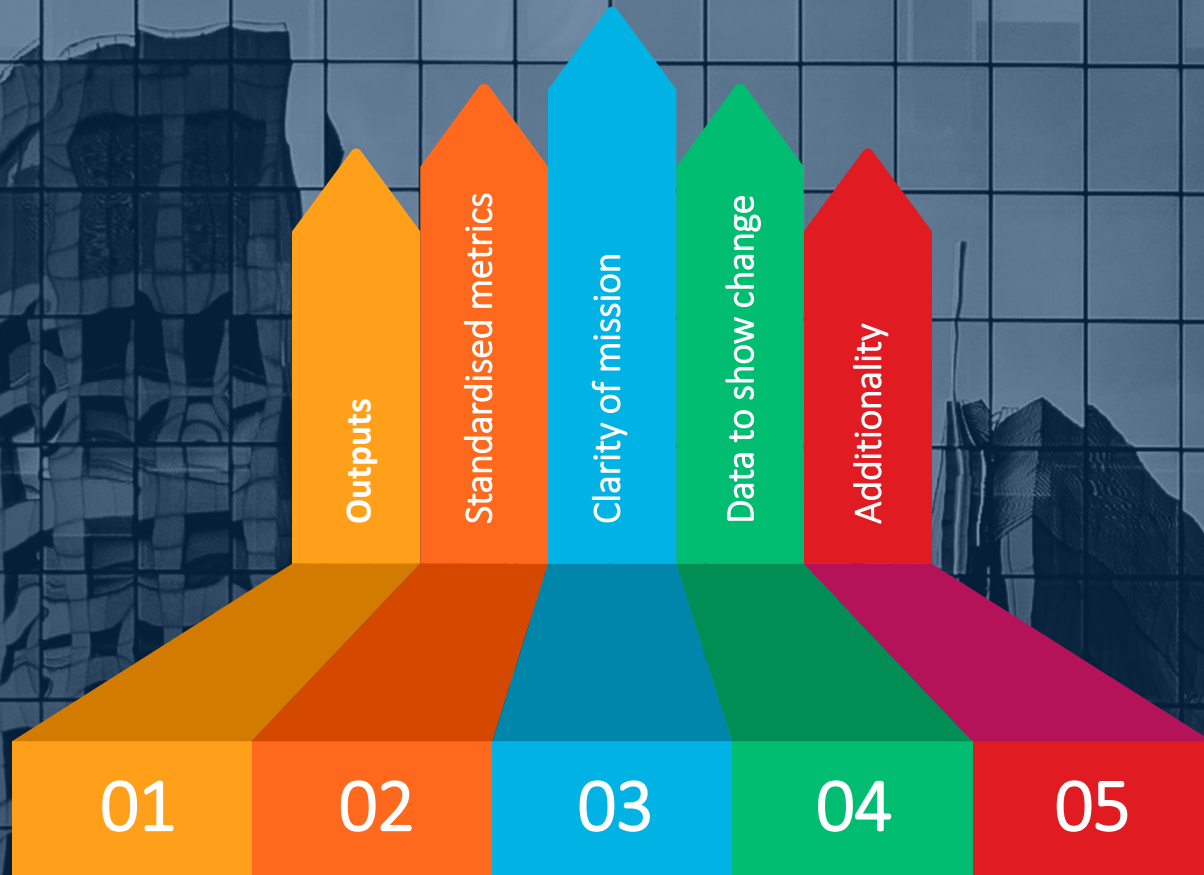
Company's corporate practices may significantly undermine the positive impact it is generating elsewhere



## Measurability

Clear methodology and commitment to measuring and reporting the social and environmental performance of investments

# Good impact practice



# Current *challenges*



# Our *impact themes*



## SDGs targeted



Protect People, Planet and Prosperity

**Environmental**  
Promote transition to low carbon & sustainable future



**Social**  
Support the development of sustainable communities



**Governance**  
Advocate for ethical & transparent corporate culture



**SDG Alignment**  
Align investments with SDG agenda



# What to measure



Assessment of  
difference



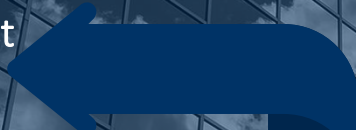
What is the goal?  
Who is affected?  
Contribution?  
What is the risk?

Mapping and alignment  
to sustainable  
development goals

# Current challenges



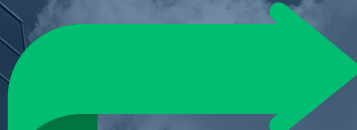
Imbalance – fund size, cost  
and scale of challenges



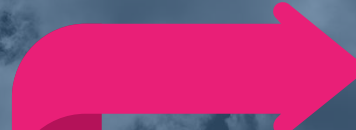
No universal  
standard of impact



Cost of gathering and  
analysing data



Time horizon  
of impact



# Momentum Impact Funds



## Momentum Alternative Energy Fund

Renewable energy assets and other power assets

## Momentum Social Infrastructure Fund

Student housing, accommodation and affordable housing assets

## Momentum Diversified Infrastructure Fund

General and specialised infrastructure

**3** GOOD HEALTH  
AND WELL-BEING



**4** QUALITY  
EDUCATION



**7** AFFORDABLE AND  
CLEAN ENERGY



**8** DECENT WORK AND  
ECONOMIC GROWTH



**9** INDUSTRY, INNOVATION  
AND INFRASTRUCTURE

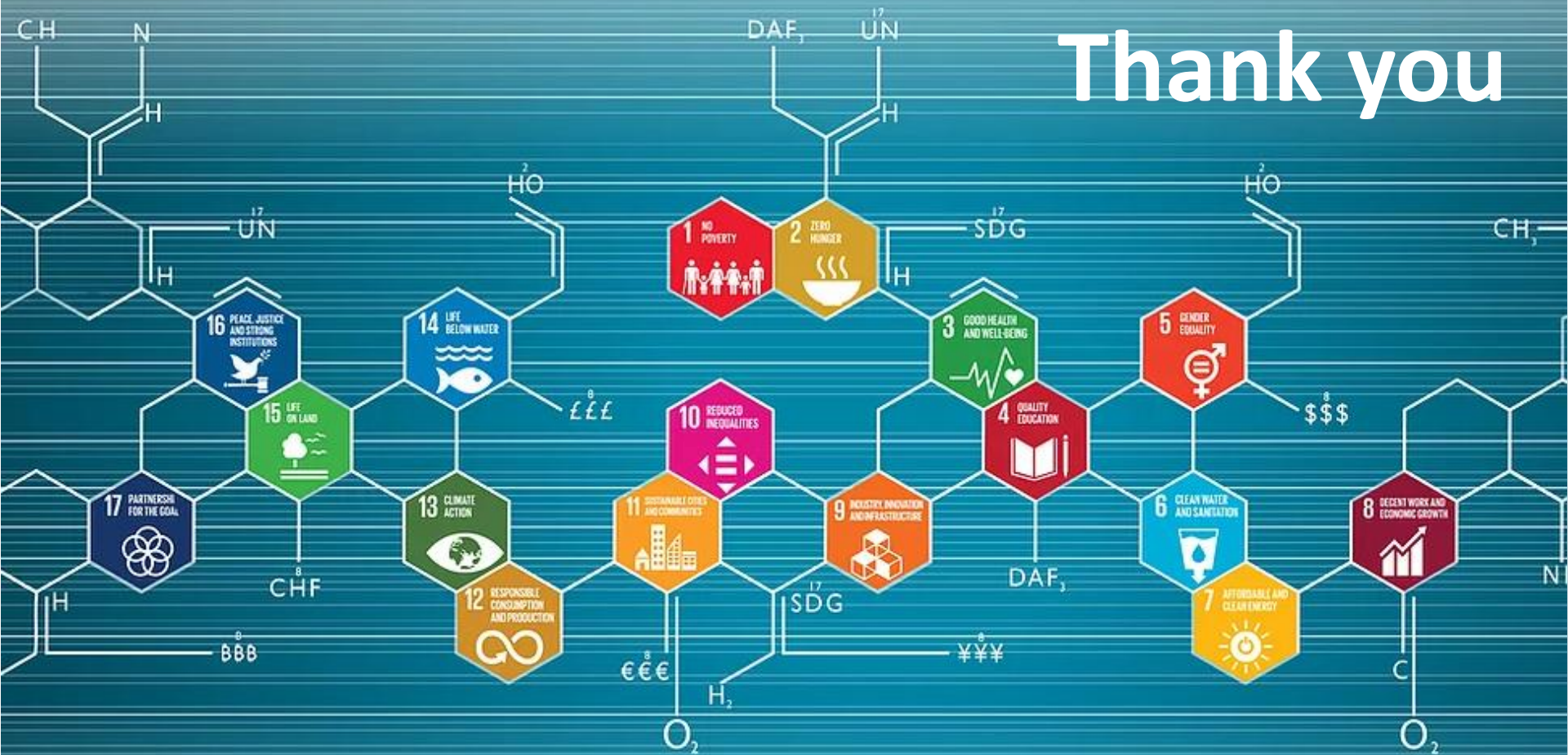


**13** CLIMATE  
ACTION





# Thank you



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**Thank you**

