

EU Taxonomy Strategy and Screening

Mitigate climate change
for sustainable EU investments

V1.0



evoraglobal.com



What Is the EU Taxonomy and Why Does It Matter?

The **EU Taxonomy**, a key classification system within the broader EU Sustainable Finance Action Plan, is designed to promote sustainability and environmentally responsible practices in finance through several initiatives, regulations, and standards.

Categorising economic activities based on alignment with **six environmental EU Taxonomy objectives**, it directs private investments to sustainable projects, manages climate risks, and enhances transparency through the disclosure of ESG factors.

For alignment, an economic activity must substantially contribute to **at least one environmental objective** and adhere to the **Do No Significant Harm** (DNSH) principle for the other objectives. It must meet defined **Minimum Safeguards**, including compliance with international standards and respecting human rights.

The EU Taxonomy is pivotal for transparency, combating greenwashing, and facilitating the transition to a low-carbon economy in the EU. It serves as a practical guide for organisations aiming for a more sustainable future.

Its framework provides a unique opportunity to showcase dedication to sustainability. Compliance goes beyond a regulatory checkbox; it's an opportunity to boost investor confidence and actively contribute to a more sustainable future, fostering positive change in the real asset and investment sector.

EU Taxonomy Objectives

Climate change mitigation

Climate change adaptation

Sustainable use and protection of water and marine resource

Transition to a circular economy

Pollution prevention and control

Protection and restoration of biodiversity and ecosystems



What Is EU Taxonomy Strategy and Screening?

At EVORA, our **EU Taxonomy Strategy and Screening** service ensures your real asset investments align with EU standards, meeting regulatory requirements while unlocking opportunities in sustainable finance.

Our Sustainable Finance team tailors a comprehensive **EU Taxonomy Strategy** to your organisation, serving as a cornerstone for understanding the framework's intricacies and its relevance to your context.

Aligned with your overarching ESG objectives, this strategy catalyses sustainability goals, guiding efforts to meet regulatory requirements and emphasising compliance with established standards. Empowering informed decision-making, it fosters a strategic and sustainable financial approach.

Our team also conducts a thorough **EU Taxonomy Screening**, assessing the readiness of your assets or funds in meeting its regulatory requirements. This phase offers clear insights and actionable steps for enhanced sustainability and compliance.

Through collaboration, we identify strengths, improvement areas, and provide expert guidance to transparently disclose vulnerabilities and strategic alignment with the EU Taxonomy.





EU Taxonomy Strategy

At EVORA, our **EU Taxonomy Strategy** ensures alignment with sustainable finance principles, empowering strategic decisions in response to complex environmental objectives and regulations in the EU. Crafting your strategy involves **four key steps**.

- 1** Conduct a **workshop** to explain the EU Taxonomy and SFDR, outlining their relevance to your assets and/or funds. We define the project team, scope, timeline, initial information and data-sharing process, and expected outcomes.
- 2** Initiate a desk-based collation and review of relevant **data**, aligning with your overarching ESG objectives. This ensures the strategy is in harmony with your broader ESG goals.
- 3** Assess the **status** of your assets and/or funds against the **six environmental objectives**, advising on the most appropriate pathway and essential steps for alignment with regulatory requirements and stakeholder expectations. This is crucial to guide the strategic alignment of assets within the framework.
- 4** Generate a comprehensive **report** to present and explain the results of your EU Taxonomy Strategy. These insights empower your team in making strategic decisions aligned with sustainable finance principles.





EU Taxonomy Screening – Fund Review

At EVORA, our **EU Taxonomy Fund Screening** reveals your fund's EU Taxonomy readiness. Screening your **fund** involves **four key steps**.

- 1** Establish an **introductory call** to outline the data request process and initiate a request for information. We define the project team, scope, timeline, and expected outcomes. This facilitates collaboration and ensures the project progresses smoothly.
- 2** Initiate a desk-based collation and review of relevant **data**, including Energy Performance Certificates and, if needed, Primary Energy Demand data. This reveals data-driven insights into your fund's EU Taxonomy readiness, identifying strengths and areas that may need improvement.
- 3** Evaluate the **status** of your funds against the EU Taxonomy, focusing on the first two environmental objectives (climate change mitigation and climate change adaptation), alongside relevant crosscutting DNSH criteria and Minimum Safeguards. If not aligned, we provide guidance on future alignment.
- 4** Present the **results** of in a summary report, disclosing the identified vulnerabilities and the necessary actions to bring your fund in alignment with the EU Taxonomy. It serves as a practical roadmap for implementing necessary changes and enhancing your fund's sustainability profile.





EU Taxonomy Screening – Asset Review

At EVORA, our **EU Taxonomy Asset Screening** reveals your asset's EU Taxonomy readiness. Screening each investment **asset** involves **four key steps**.

- 1** Establish an **introductory call** to outline the data request process and initiate a request for information. We define the project team, scope, timeline, and expected outcomes. This facilitates collaboration and ensures the project progresses smoothly.
- 2** Initiate a desk-based collation and review of relevant **data**, including Energy Performance Certificates and, if needed, Primary Energy Demand data. This reveals data-driven insights into your asset's EU Taxonomy readiness, identifying strengths and areas that may need improvement.
- 3** Evaluate the **status** of your assets against the EU Taxonomy, focusing on the first two environmental objectives (climate change mitigation and climate change adaptation), alongside relevant crosscutting DNSH criteria and Minimum Safeguards. If not aligned, we provide guidance on future alignment.
- 4** Present the **results** in a summary report, depending on the agreed scope, disclosing the identified vulnerabilities and the necessary actions to bring your assets in alignment with the EU Taxonomy. It serves as a practical roadmap for implementing necessary changes and enhancing each asset's sustainability profile.





EVORA: Your Partner for EU Taxonomy

Our **EU Taxonomy Strategy and Screening** service is designed to align your investments with EU standards for sustainable finance.

Throughout the investment lifecycle, we conduct workshops for capacity building, perform desk-based reviews in line with your broader ESG objectives, assess your assets and/or funds against **EU Taxonomy** criteria, and provide summary reports for informed decision-making. This meticulous process ensures your investments align with sustainable finance principles, fostering a more responsible portfolio.

Our strategic, transparent, and tailored approach also empowers your organisation to navigate the requirements and opportunities of the EU Taxonomy within the broader scope of the EU Sustainable Finance Action Plan.

To learn more, please read our Product Brochure on **PHYSICAL CLIMATE RISK** and our Product Note on **OUR SOLUTION FOR SFDR REPORTING**.





Trust EVORA Global for Sustainable Assets

We go beyond consultancy, serving as your trusted partner for sustainable real asset investments.

With our unparalleled **Collaborative Expertise**, we provide actionable insights that empower your real asset community to thrive in sustainable investment.

Our proven expertise in strategic consulting, climate resilience, net zero, sustainable finance, infrastructure, reporting, and social wellbeing ensure your investments are aligned with environmental, social, and governance goals for a secure ROI.

Driven by Collaborative Expertise

STRATEGY

Driving value and impact with sustainable ESG strategies

TECHNOLOGY

Streamlining operations and insights with advanced real asset technology, **SIERA**



ADVISORY

Navigating sustainable solutions with expert real asset advice



Our Mission

To establish sustainability and carbon as foundational factors for investment decisions.

Our Purpose

To accelerate the adoption of real asset sustainability and enhance the wellbeing of the planet and its people.

Our Clients

250+
CLIENTS

45,000
ASSETS

\$880 billion
AUM

“

We're very happy to have worked along with EVORA as our ESG consultant. Their practical approach and their proactivity allowed us to achieve excellent results. We'd like to thank the whole team that worked on this, and we're looking forward to new collaborations together.”

Sergio Taranto
Executive Director
Kryalos SGR S.p.A.

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