

The Task Force on Climate-related Financial Disclosures Forms Advisory Group on Climate-related Scenario Guidance

The Task Force on Climate-related Financial Disclosures (TCFD) is forming an advisory group to assist the TCFD in developing practical guidance on climate-related scenario analysis. In its [2018](#) and [2019](#) status reports, the TCFD noted that many companies found scenario analysis to be challenging. Specifically, companies have faced challenges with constructing appropriate scenarios, understanding how scenario analysis informs strategy formulation, and determining and disclosing the resiliency of a company's strategy under different climate-related scenarios.

In response to these challenges, the TCFD will provide guidance on implementing scenario analysis to better understand how climate-related issues could affect their business strategies. The TCFD's goal is to provide some of the building blocks that support disclosure of companies' strategy resilience. The guidance will target companies that are in the early stages of implementing scenario analysis, and will cover:

- Scenario concepts and processes
- How business-relevant scenarios can be constructed
- How scenarios can aid the identification of company-relevant climate-related risks and opportunities
- How scenarios can inform strategic planning regarding different potential impacts from climate change
- Disclosure considerations to demonstrate strategy resilience across scenarios, including financial implications

To assist in the development of this guidance, the TCFD advisory group of industry representatives will advise on guidance content and structure. The members of the advisory group are:

Organization	Location	Sector	Member	Title
BASF	Germany	Chemicals, Materials	Andreas Horn	Senior Specialist Carbon Steering
ENEL	Italy	Utility	Francesca Gostinelli	Head of Group Strategy, Economics and Scenario Planning
Lendlease	Australia	Property and Infrastructure Development	Simon Wild	Group Head of Transformation, Sustainability
Nestlé	Switzerland	Food Products	Duncan Pollard	Vice President, Sustainability and Stakeholder Engagement
Olam	Singapore	Agribusiness	Chris Brown	Vice President, Corporate Responsibility and Sustainability
Vopak	Netherlands	Oil and Gas Terminals and Storage	Patrick van der Voort	Director, Global Operations and Strategy
Electric Power Research Institute	United States	Research (Climate Scenarios)	Steven Rose	Senior Research Economist, Energy and Environmental Analysis Research Group

About the Task Force on Climate-related Financial Disclosures

On December 4, 2015, the Financial Stability Board (FSB) established the industry-led Task Force on Climate-related Financial Disclosures (TCFD) with Michael R. Bloomberg as Chair. The Task Force currently has three Vice Chairs and 29 members in total. The TCFD was asked to develop voluntary, consistent climate-related financial disclosures for use by companies in providing information to lenders, insurers, investors and other stakeholders, which were published in the [TCFD Recommendations Report](#) on June 29, 2017. More information about the TCFD can be found at www.fsb-tcfid.org.