



Why this research is important



ENCOURAGE GREEN INVESTMENT

State-owned investors, including public pension funds and sovereign wealth funds, can play a greater role in encouraging green investment in China.



EXPAND GREEN FINANCIAL SYSTEM

China's green financial system could expand beyond its current model of mainly green loans and bonds.



GUIDE CAPITAL FLOWS

State-owned investors have long investment horizons, large capital scales, and significant impacts on the capital chain. They can play a more active role in guiding capital flows to China's green economy.

Key figures



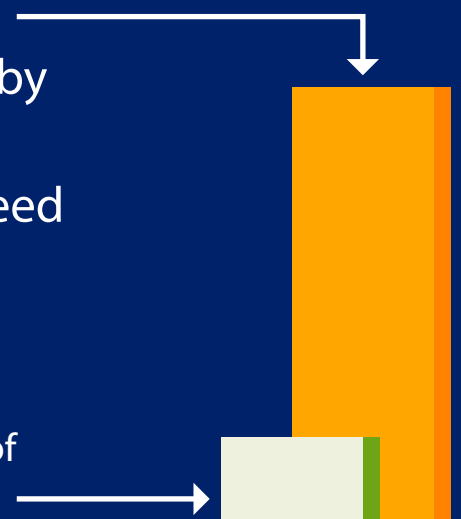
In 2020, the total assets under management of global public pension funds and sovereign wealth funds

surpassed USD 30 trillion, equivalent to one third of the global GDP.*

*According to statistics from Global SWF

An estimated USD 4.35 trillion per year is needed by 2030 to meet the internationally agreed climate goals.

Only reached the scale of USD 0.85 trillion



Recommendations



Encourage state-owned investors to use a certain percentage of their funds for sustainable investment pilot projects.



Support state-owned investors to develop robust sustainable investment standards to reduce the negative environmental impacts of their own operations and investment portfolios.



Encourage state-owned investors to participate in multilateral initiatives to develop international standards for green taxonomies, sustainability reporting standards, and climate risk management.