

Earth Knowledge's System of Systems Approach:

Achieving Success with Nature Positive Investments

ZHAW School of Management & Law

Swiss Sustainable Finance

November 2022



The Challenge & Why Now

Transform Decision-Making to Mitigate Financial Risk & Harness Investment Opportunities

Global ESG assets are on track to exceed \$53T by 2025, representing more than a third of total AUM. Yet there is a perceived lack of reliable, authoritative data upon which to make the best investment decisions.

\$44 trillion of economic value generation – over half the world's total GDP – is moderately or highly dependent on nature and its services.

Nature loss is a planetary emergency. Humanity has already wiped out 83% of wild mammals and half of all plants and severely altered three-quarters of ice-free land and two-thirds of marine environments.

"Climate risk is investment risk." (BlackRock) Investors are demanding that corporations reveal their climate and environmental risks.

ESG (Environmental, Social and Governance) ratings have depended on what the companies say that they are doing rather than more accurate fully-objective methodology.

Financial Regulations for Climate Risk and Environment, Social and Governance (**ESG**) are going mainstream...and soon Nature-related Financial Risk Regulations.

Earth Knowledge - Integrated Planetary Intelligence™ Platform

The Earth is a system of systems.

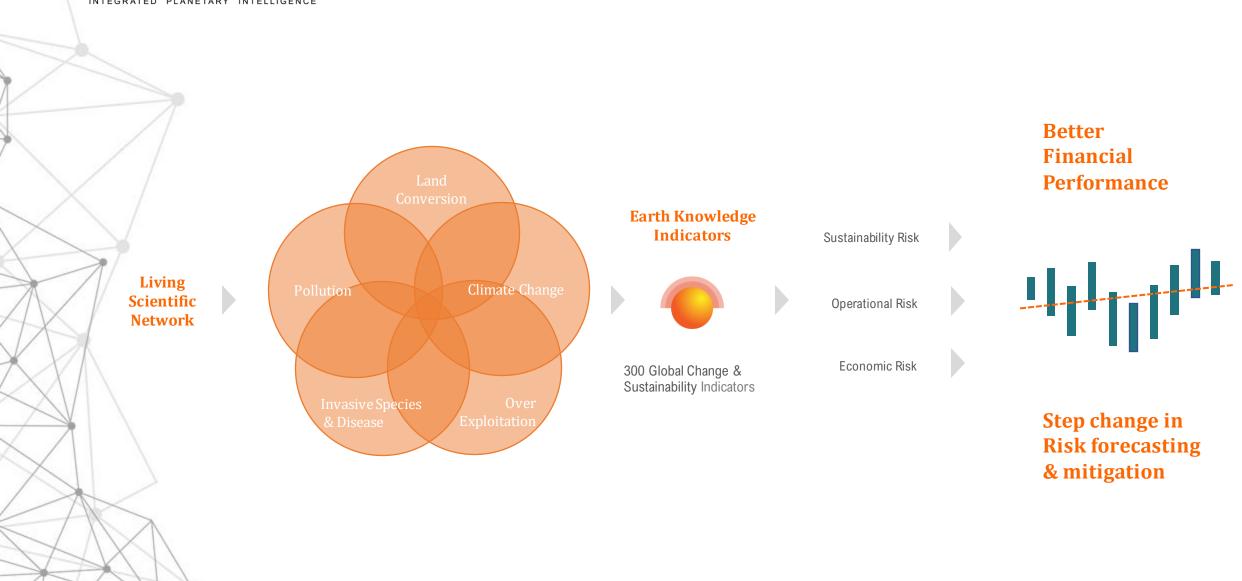
We have built a Digital Twin of the Earth, tracking global changes of these systems and the interaction of these systems from subsurface to atmosphere.

For any location on the globe, Earth Knowledge provides you the understanding of the earth systems and global change interactions for the best forward-thinking intelligence.

5th Largest Economy in World: California

We help them manage drought, water availability, infrastructure, forest health, biodiversity, ecosystem services, wildfire risk, and opportunities.

EarthKnowledge INTEGRATED PLANETARY INTELLIGENCE





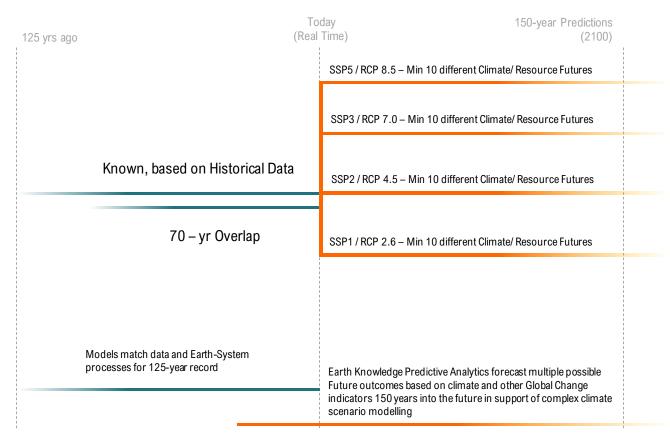
Earth Knowledge Indicators aggregate decades' worth of current and forecasted planetary data in a single platform to simplify, measure operational, supply chain and investment risks and opportunities. © 2022 Earth Knowledge



Trusted, Authoritative Data Analytics and Modeling Processes

All data, models, and indicators are linked to geographic location and time

- Deployed using MS Azure and Esri Cloud GIS
- Consistent, normalized, seamless, updated
- Global to Local (100km to 10 m) scales
- Biophysical processes are calculated at each model cell
- Outputs included 1000's of variables
- Digital Twin containing Petabytes to Exabytes of authoritative data, analytics, and simulation



Earth Knowledge Planetary Intelligence extends IPCC & IPBES Model Processes



Foresight™

4 Countries

5 Industries

30 Companies

198 Assets

Asset Types

\$756.2 Total Value (mm)

SSP585 SSP245

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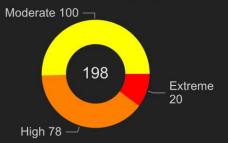


(?)	Indicator Scores
	Company of the Compan

Theme	Score		
Biodiversity	48.6		

- 26.2
- 25.0 ■ Precipitation
- 10.8 8.6
- Sea-Level Rise 28.1 **Total**

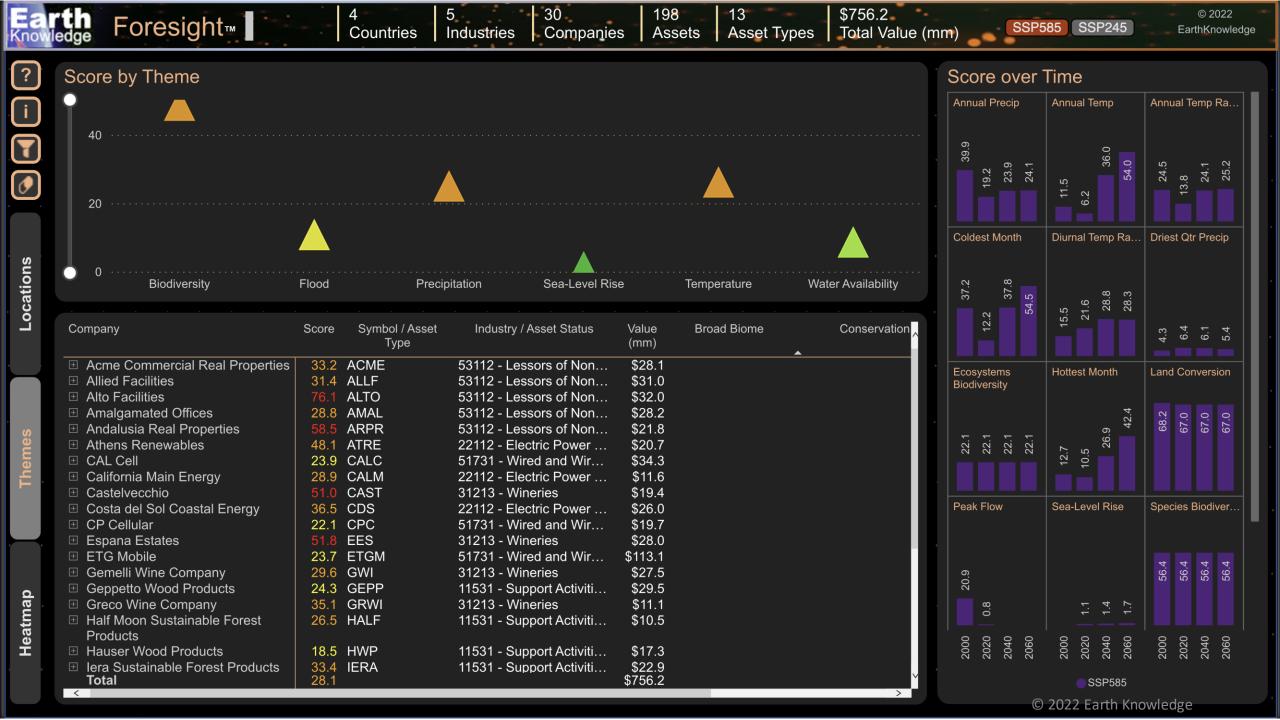
Assets in Risk Category





Company	Score	Symbol / Asset Type	Industry / Asset Status	Value (mm)	Broad Biome	Conservation Status	Biodiversity Hotspot
☐ Acme Commercial Real Properties	33.2	ACME	53112 - Lessors of Nonresidential Buil	\$28.1			
Executive Building 1	35.9	Office Building	Current	\$12.3	Boreal/Alpine		No
Office Park 1	34.4	Office Park	Current	\$7.3	Boreal/Alpine		No
Warehouse 1	29.4	Warehouse	Current	\$8.6	Boreal/Alpine		No
☐ Allied Facilities	31.4	ALLF	53112 - Lessors of Nonresidential Buil	\$31.0			
Executive Building 2	31.6	Office Building	Current	\$11.1	Boreal/Alpine		No
Office Park 2	31.2	Office Park	Current	\$9.0	Boreal/Alpine		No
Warehouse 2	31.2	Warehouse	Proposed	\$10.8	Boreal/Alpine		No
☐ Alto Facilities		ALTO	53112 - Lessors of Nonresidential Buil	\$32.0			
Executive Building 2 Total	74 7 28.1	Office Building	Current	\$12.7 \$756.2	Roreal/Alnine	Nature could reach Half Protect	No





Earth Knowledge Natural Capital Indicators (Partial List)

Naturally Functioning Ecosystems

Biodiversity

- Ecosystems (Communities, Food Web, Structure)
- Species (Habitat, Composition, Population)

<u>Atmosphere</u>

- Atmospheric Conditions / Composition
- Extreme Weather (Storms, Heat Waves, Cold Fronts)
- Climate Change (Droughts, Floods, Wildfire)

<u>Water</u>

- Oceans (Acidification, Sea Levels, Environments, Coastal Hazards)
- Snow & Ice (Snow, Glaciers, Permafrost, Ice [sheets, shelves, sea]
- Groundwater (Movement, Availability, Quality)
- Surface Water (Streams, Rivers, Lakes, Wetlands, Reservoirs Quantity/Quality)

Earth Resources

- Earth Materials (Mineral, Rock and Soil Resources)
- Plate Tectonics (Earthquakes, Volcanoes, Tectonics)
- Earth Processes (Weathering, Landslides, Sedimentation, Metamorphism)

Land-use / Land Conversion

Land Conversion

- Developed Land (Cities, Villages, Croplands, Rangelands)
- Shared / Used Land
- Wild Land (Woodlands/Grassland)

Ecological Land-Use

- **Productive Rural Areas** (Forestry, Agriculture, Fisheries, Ecotourism)
- Towns and Cities (Neighborhoods, Green Building, Mass Transit, Eco-Infrastructure, Urban Growth Boundaries)
- **Connected Wildlands** (Core Reserves, Buffer Zones, Corridors)

Ecosystem Services

Provisioning Services

• Energy, Food, Materials, Medicine

Regulating Services

 Air and Water Quality, Climate, Pollination, Habitat Maintenance

Non-Material Services

Cultural, Indigenous, Educational Experiences

Comprehensive Digital Twin of the Earth

Now

5km Global – Decades 1km Continental – Decades

- Natural Capital Pillars, Themes, Indicators
- ~20 Indicators

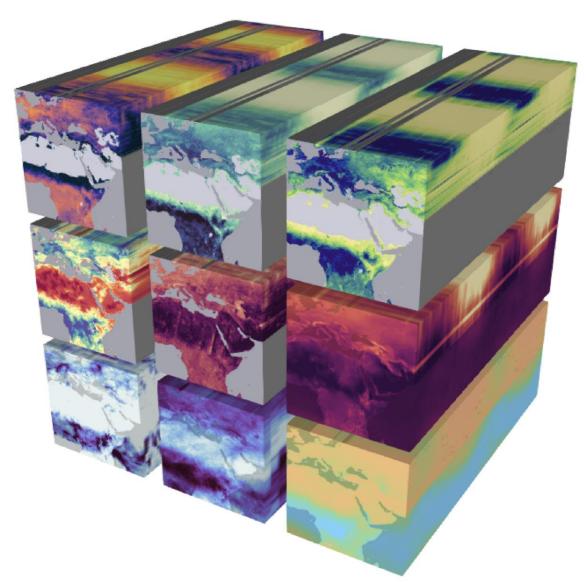
This Year

5km Global – Decades/Years 1km Continental – Years/Months

- Natural Capital Pillars, Themes, Indicators
- Additional ~40 Indicators

Future / Custom

250 m Regional – Years/Months 50m Landscape – Months (for Select Megaregions) Local Scale – for Select Megaregions Site Scale – for Select Megaregions



Mahecha, M. D. and others, 2020, Earth system data cubes unravel global multivariate dynamics, Earth Syst. Dynam., 11, pp. 201–234.

A Digital Twin that Is...

Seamless

Harmonized

Queryable

Updatable

Interoperable

Multidimensional

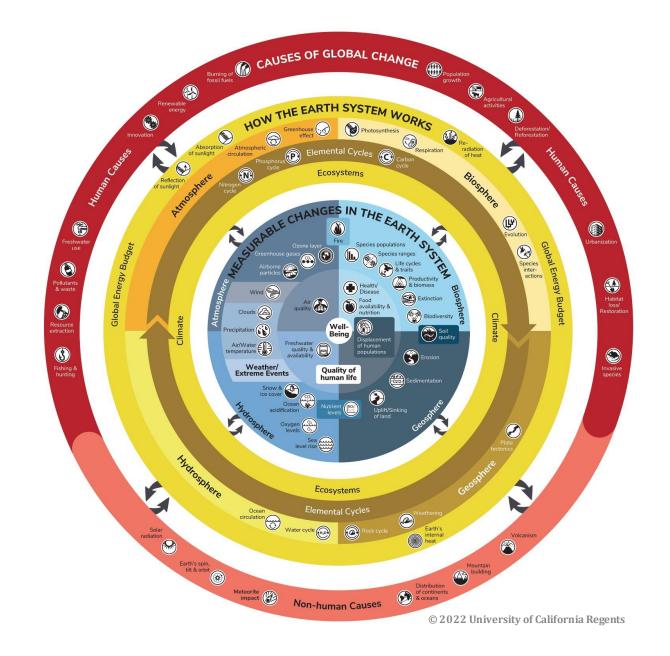
space, time, indicators

Dynamic

Varying Resolutions

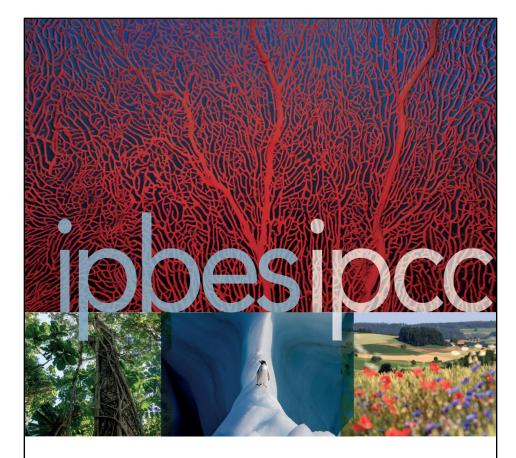
Multiple Likely Future Outcomes

Uncertainty Indicated



IPBES – IPCC Workshop Findings

- Limiting global warming to ensure a habitable climate and protecting biodiversity are *mutually supporting goals*, and their achievement is essential for sustainably and equitably providing benefits to people.
- Land- and ocean-based actions to protect, sustainably manage and restore ecosystems have *co-benefits for climate mitigation, climate adaptation and biodiversity objectives*.
- Measures narrowly focused on climate mitigation and adaptation can have direct and indirect negative impacts on nature and nature's contributions to people.
- Measures narrowly focusing on protection and restoration of biodiversity have generally important cascading benefits for climate change mitigation, but those *benefits may be sub-optimal compared to measures that account for both biodiversity and climate*.
- Treating climate, biodiversity and human society as coupled systems is key to successful outcomes from policy interventions.
- *Transformative change* in governance of socio-ecological systems can help create climate and biodiversity resilient development pathways.



IPBES-IPCC CO-SPONSORED WORKSHOP

BIODIVERSITY AND CLIMATE CHANGE

WORKSHOP REPORT





