

Malta ESG Alliance

*MCESD - Meeting
Wednesday 19th July*



Agenda

- ❑ MESGA's Scope and objectives
- ❑ Members
- ❑ Focusing on future generations
- ❑ Chosen thematic and committed projects
- ❑ The importance of ESG
- ❑ Our vision for Malta



MESGA's scope and objectives

“The Malta ESG Alliance aims to bring together driven and like-minded organisations, to collaborate, learn from each other and advocate for change on selected collective priority areas in ESG.”

Objectives

- ▶ Sharing a common vision for societal change and a competitive Malta
- ▶ Bringing benefits to the community
- ▶ Committing to credible, tangible and quantifiable initiatives
- ▶ Tapping ESG market opportunities, for businesses and Malta
- ▶ Regularly measuring and reporting progress on initiatives
- ▶ Motivate businesses sharing the same values to follow and join.

*“To act as a catalyst for change in the sustainability space by motivating/ informing others to take action, deliver concrete improvements in member entities’ operations and engage with stakeholders **achieve a sustainable transition of our economy driven by strong ESG values and principles.**”*

MESGA will be delivering its vision and objectives by focusing on three main pillars:

Outreach	Transparent & Credible Own Actions	Policy Advocacy
Sharing knowledge and raising awareness with businesses, customers, citizens & future generations & Capacity Building	Delivering change by implementing tangible measurable projects in the ESG area	Engaging with various stakeholders to help shape policies that support sustainable business practices



Thirteen Founding Members from different industries



Policy Advocacy: Stakeholder Meetings and set-up of Council of Future Generations



Council of Future Generations



MESGA discusses sustainable development with his Excellency George Vella

Stakeholder interaction

- ▶ Ministries and government entities (regulators/ authorities)
 - E.g. central repository for Energy Performance Certificate

Council of Future Generations

- ▶ The Council of Future Generations provides a space where students and business leaders come together and discuss pressing ESG topics, support the sustainable development of the Maltese economy, allowing it to be future proof.
 - Made up of c. 20 students from government/church/independent schools
 - Discussion between the Council and MESGA to highlight current issues and provide suggestions
 - Council of Future Generations will be invited to events hosted by MESGA, to participate and provide their feedback

First thematic: Projects and estimated Carbon Emission savings

Types of Projects
Decarbonization
<ul style="list-style-type: none"> ▶ Investment in Renewable Energy (e.g. PV panels) ▶ Promotion and provision of sustainable finance products/ portfolio ▶ Investing in Sustainable Fleet and the electrification of vehicle fleets ▶ Investing in energy efficient technologies ▶ Net zero-buildings framework <p><i>Estimated carbon emissions being updated through regular updates</i></p>

tons CO2e saved per annum (2022-23)	Quantification [tons CO2e saved per annum]
	5,270
	237
	1,293
	265
	1,361
	450
	5,841
	539
	998
	416
	1,079
	38
	325
18,110	

The importance of ESG for the business and economy

Business Benefits of ESG

- ▶ Competitive advantage
- ▶ Attracting investors and lenders
- ▶ Improved financial performance
- ▶ Building customer loyalty
- ▶ Increased innovation
- ▶ Build resilience in current and future scenarios

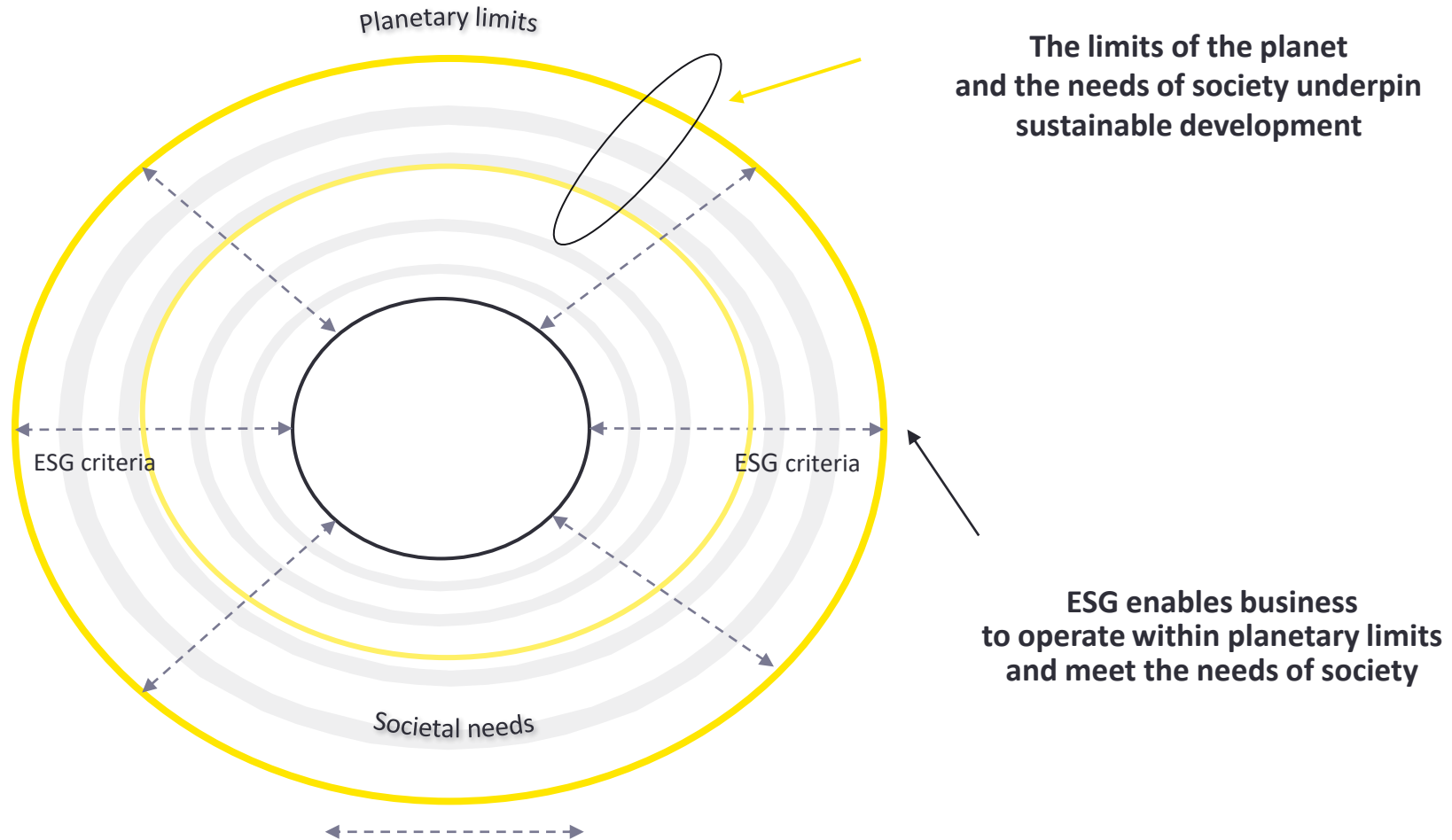


Source: [ESG Ratings](#)

- ESG metrics assess the impact of ESG on company's and the company's impact on society. Such metrics allow for benchmarking between companies operating in similar sectors, showcasing ESG-related efforts.
- ESG metrics drive transparency and accuracy in investor and public information, driving up regulatory guidance and policy.
- Businesses already being judged on the basis of ESG – eventually also countries/ economies?

Going beyond GDP and profits

Transforming business to meet the needs of the sustainable development agenda will likely only be met through the integration of environmental, social and governance factors into business models, decision-making and capital allocation.



The intersection of ESG criteria in driving sustainable outcomes for business and society

Our vision for Malta



- Drivers such as regulations continue to put pressure on companies, governments and stakeholders to implement change, enforcing measures that mitigate ESG risks and optimise opportunities.



- Over the past years, there has been a rise in sustainable investments, with asset classes showing an interest in ESG.



- Mandatory disclosures mean that companies are now required to report on ESG elements which is increasing the availability of data. This data is allowing companies and FDI to be based on ESG metrics and disclosures. Countries and companies who do not implement change, will be left behind.



- ESG criteria need to be implemented, both on a company level and on a country level.



- Going beyond GDP and profits is crucial to ensure the well-being of society, both today and in the future, by building strong communities, training citizens, creating efficient buildings, having sound financial holdings and measuring ESG progress with the support of strong political commitment.



- Policies should be drawn with an ESG impact/dimension in mind. Inclusive collaboration is crucial to enable a just transformation where no one is left behind.