In February 2021, MSCI ESG Research launched the EU Sustainable Finance Module to support and simplify reporting requirements and help clients meet sustainability goals.

The module includes two datasets, SFDR Adverse Impact and EU Taxonomy Alignment data and metrics, for over 10,000 corporate equity and fixed income issuers.

**MSCI SFDR Adverse Impact Metrics**
Access issuer-level data on adverse sustainability indicators* such as greenhouse gas emissions, energy consumption, biodiversity, water, waste, social and employee matters, human rights and anti-corruption and anti-bribery. Currently includes relevant data on:
- 14 principal adverse impact indicators
- 25 additional indicators for approx. 10,000 global companies
- 175+ sovereign issuers or countries

Coverage of additional indicators and asset classes is planned.

**MSCI EU Taxonomy Alignment**
Access percentage revenue from activities likely to address one or more of the six environmental objectives of the EU Taxonomy.

Dataset of over 10,000 corporate equity and fixed income issuers incorporates controversial practices that could indicate breach of:
- Taxonomy’s Minimum Safeguards
- Do No Significant Harm Criteria


Dataset delivery includes:
- ESG Manager BarraOne, BPM, RiskManager
- MSCI ESG API
- Data Feed

We also offer a reporting managed service to support your EU disclosures.
For more information contact esgclientservice@msci.com

* Based on the European Supervisory Authorities' final report on the draft regulatory technical standards (RTS)
### Regulatory Reporting

- Address EU adverse sustainability impact regulatory reporting requirements
- Mandatory entity-level disclosure for firms with over 500 employees – report on all principal indicators plus two additional indicators (one environmental, one social)
- Entity-level disclosure on ‘comply or explain’ basis for firms with less than 500 employees
- Can support product level disclosures for article 8 & 9 products, i.e., to answer how are indicators for adverse impacts on sustainability taken into account?
- Internal analysis of exposure to adverse impacts
- Differentiate strategies & explain how adverse impacts integrated into investment process

### Portfolio Construction

- Address client mandates relating to avoidance of adverse impacts
- Leverage data in security selection and portfolio construction

### Fundamental Analysis

- Integrate adverse impact data with ESG risk analysis

### Additional Resources

- Sign up for the MSCI Sustainable Finance newsletter
- EU Sustainable Finance Package webpage
- Sustainable Finance Resource Center, including consultation responses
- Download Frequently Asked Questions

For more information on Sustainable Finance research and events visit:

- [www.msci.com/research](http://www.msci.com/research)
- [www.msci.com/events](http://www.msci.com/events)

### Contact us

If you want to learn more about Sustainable Finance or discuss potential solutions, please contact us.

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