

CLIMATE BONDS STANDARD

Globally recognised, Paris-aligned
Certification of Debt Instruments,
Entities and Assets using robust,
science-based methodologies

GUIDANCE NOTE: SECTORS NEEDING A DELIVERY STRATEGY FOR ENTITY OR SUSTAINABILITY-LINKED DEBT CERTIFICATION

APRIL 2023

Version 1.0

Accompanies the Climate Bonds Standard v4.0



Climate
Bond
Certified

Activities for which emissions are already near net zero do not require future Performance Targets, a Delivery Strategy or associated governance for Entity or SLD Certification under the Climate Bonds Standard v4.0. The table below indicates which activities do / do not need a Delivery Strategy on this basis.

Sector	Sub-sector	Activity	Need future climate mitigation performance targets and associated delivery strategy and governance?	Certification level(s) available <i>Level 1: Aligned</i> <i>Level 2: Transition</i>
Energy	Solar	Solar energy generation Solar thermal generation	No	Aligned only
	Wind	Wind energy generation	No	Aligned only
	Hydropower	Run-of-river energy generation	No	Aligned only
	Marine renewables	Offshore wind, offshore solar, tidal and wave, ocean current, OTEC and salinity driven energy generation	No	Aligned only
Buildings	Commercial buildings	Building management	Yes <i>unless already net zero buildings</i>	Aligned or Transition, depending on Applicant
Transport	Public passenger transport	Vehicle manufacture (buses, coaches, rail rolling stock) Taxi operation Rail network operation Road transport operation (buses, coach operators)	No	Aligned only
	Private passenger transport	Vehicle manufacture (cars)	No	Aligned only
	Freight rail	Vehicle manufacture (freight rolling stock) Rail network operators	No	Aligned only
	Other	Other vehicle manufacture	No	Aligned only
		Manufacture or installation of charging and alternative fuel infrastructure	No	Aligned only
		Installation or operation of public transport infrastructure	No	Aligned only
		Installation or operation of public walking and cycling infrastructure; cycling schemes	No	Aligned only
	Water-borne transport	Shipping operations	Yes <i>unless already net zero vessels</i>	Aligned or Transition, depending on Applicant
Water infrastructure	Water desalination	Water desalination operation	No	Aligned only
Waste Management	Reuse or recycle	Recycling into secondary materials	No	Aligned only
		Reconditioning/ recycling of same product	No	Aligned only
	Composting	Compost production	No	Aligned only
Industry	Cement	Cement production	Yes <i>unless already net zero production facilities</i>	Aligned or Transition, depending on Applicant
	Steel	Steel production	Yes <i>unless already net zero production facilities</i>	Aligned or Transition, depending on Applicant
	Basic chemicals	Basic chemicals production	Yes <i>unless already net zero production facilities</i>	Aligned or Transition, depending on Applicant
	Hydrogen	Hydrogen production	Yes <i>unless already net zero production facilities</i>	Aligned or Transition, depending on Applicant

