## Scenario Analysis

Select scenarios #1 and #3, which offer different worldviews, from future scenarios that integrate climate change and natural capital.

High Alignment of markets (economy) and non-market (politics) (transition risk)

#1 Conservation of nature and economic development at the same time

The reduction in GHG emissions curbs temperature rise, preventing the degradation of nature, with no significant changes in the occurrence of natural disasters. Policies and technological developments towards achieving decarbonization and nature positivity progress.

1.5°C Scenario

#4 The Divide Between Nature Conservation and Economic Activity

The anticipated progression of temperature rise and natural capital degradation does not occur, leading to a decline in the prioritization of regulations and activities addressing environmental issues.

#2 Economic activity follows natural degradation

The worsening of temperature rise and natural degradation heightens the importance of natural capital, including climate change, expanding societal interest. This promotes the introduction of policies and technological developments towards achieving decarbonization and nature positivity.

#3 Natural Degradation & Economic Stagnation

Temperature rise and natural degradation are not curbed, leading to frequent and severe natural disasters. Despite this, policy implementation is limited or delayed, and corporate efforts in environmental technology development are not recognized, making it difficult to advance systematic measures.

4°C Scenario

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