A SYSTEM AND METHOD FOR IMPACT MANAGEMENT AND TO PROVIDE SUSTAINABLE FINANCE

FIELD OF THE INVENTION

The present invention relates to a system and method for impact management to provide sustainable finance. More particularly, the present invention relates to a system and method for measuring the impact of investments and generating reports for financial institutions and investors to understand their environmental and social impact utilizing machine-learning approach. Further, the impact analysis also provides recommendation on how and where to maximize impact to create a positive impact.

BACKGROUND OF THE INVENTION

In September 2015, 197 Member States of the United Nations adopted a plan for achieving a better future for all laying out a path over the next 15 years to end extreme poverty, fight inequality and injustice, and protect our planet. At the heart of "Agenda 2030" are the 17 Sustainable Development Goals (SDGs) which clearly define the world we want — applying to all nations and leaving no one behind. The SDGs are the blueprint to achieve a better and more sustainable future for all. They address the global challenges we face, including poverty, inequality, climate change, environmental degradation, peace and justice and organizations across sectors and across the globe are looking at how they can contribute.

The finance sector is an important area that can influence sustainable outcomes. Sustainable finance generally refers to the process of taking due account of environmental, social, and governance (ESG) considerations when making investment decisions in the financial sector, leading to increased longer-term investments into sustainable economic activities and projects. (https://ec.europa.eu/info/business-economy-euro/banking-and-finance/sustainable-finance/overview-sustainable-finance_en). Further, in the context of sustainable finance, "impact" has been defined as a change in an important positive or negative outcome for people or the planet. (https://impactmanagementproject.com).