

Extra Credit / Comments on "The Rule.

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The Securities and Exchange Commission's ("SEC") proposed rule ("Rule") requires registrants to include detailed information in their registration statement and periodic report. According to the SEC, the needed information could affect their business, results of operations, or financial condition. The amended Rule would require registrants to:

- Disclose climate-related risks and their actual or likely material impacts on the registrant's business, strategy, and outlook
- The registrant's governance of climate-related risks and relevant risk management processes
- The registrant's greenhouse gas ("GHG") emissions, which, for accelerated and large accelerated filers and concerning specific emissions, would be subject to assurance
- Specific climate-related financial statement metrics and related disclosures in a note to its audited financial statements
- Information about climate-related targets and goals and transition plan, if any.

Additionally, the Rule requires registrants to disclose information concerning the registrant's greenhouse emissions, a commonly used metric to measure the registrant's exposure to risk.

The Rule is an answer to many investors who have called for the government to step in and require companies to disclose information for high-risk investors and help reduce the risk investors take due to climate change.

I like the Rule because it discloses the risk factor to investors to assist with their decision-making process. Accordingly, "Investors are using information about climate risks now as part of their investment selection process and are seeking more informative disclosures about those risks" (Sec.gov/rule). However, it is unclear how investors invested millions of dollars without the requested information if it affected their investment in the past?

There is room for technology improvement to assist registrants with the requested information since some registrants are stating the task is complex. Therefore, I would like to see a system to assist registrants with gathering information needed to satisfy the Rule, investors, and the environment.

I want clarification on how investors invest, what channel do investors use to invest? For example, are investors investing directly to registrants to assist registrants with acquiring capital through an investment pool, or are investors concerned that climate affects all investments, whether real estate or others?

Thank you for the opportunity to make comments and ask questions concerning the Rule.