The candidate should be able to:

**• Describe how climate risk can translate to financial risk.**

**• Differentiate physical and transition risks.**

**• Understand how hazards/drivers, exposure, and vulnerability interact to manifest physical and transition risks and provide examples of each.**

**• Define stranded assets and discuss how different sectors may experience stranded asset risk.**

**• Define and differentiate acute and chronic hazards. Provide examples.**

**• Discuss uncertainty, variability, and accuracy in hazard model predictions (e.g., frequency, timeframes).**

**• Identify data challenges modeling direct physical risk. Understand the current state of climate hazard data availability and what issues asset owners must consider when interpreting climate risk data.**

**• Define and provide examples of indirect risks.**

**• Discuss how physical and transition risks can provide opportunities for companies and sectors.**

**• Identify the drivers of transition risk. Categorize transition risks (e.g., technology, market) and provide examples of each.**

**• Discuss human capital as a stranded asset and the challenges associated with asset stranding and a just transition.**

**• Understand current industry trends for each transition risk category and strategies companies can take to reduce risk or manifest climate-related opportunities.**