This document was prepared by:

Christoph Bertram¹, Jérôme Hilaire¹, Elmar Kriegler¹, Thessa Beck², David N. Bresch³,⁴, Leon Clarke⁵, Ryna Cui⁵, Jae Edmonds⁵,⁶, Molly Charles⁶, Alicia Zhao⁷, Jihoon Min⁷, Franziska Piontek¹, Joeri Rogelj⁷, Carl-Friedrich Schleussner², Fabio Sferra⁷, Bas van Ruijven⁷, Sha Yu⁵,⁶, Dawn Holland⁸, Iana Liadze⁸, and Ian Hurst⁸

¹ Potsdam Institute for Climate Impact Research (PIK), member of the Leibnitz Association, Potsdam, Germany
² Climate Analytics, Berlin, Germany
³ Institute for Environmental Decisions, ETH Zurich, Zurich, Switzerland
⁴ Federal Office of Meteorology and Climatology MeteoSwiss, Operation Center 1, Zurich-Airport, Switzerland
⁵ Center for Global Sustainability, School of Public Policy, University of Maryland, College Park, Maryland, United States of America
⁶ Pacific-Northwest National Laboratory (PNNL), United States of America
⁷ International Institute of Applied System Analysis (IIASA), Laxenburg, Austria
⁸ National Institute for Economic and Social Research (NIESR), London, United Kingdom

This document was prepared under the auspice of the NGFS WS2 Macrofinancial workstream.

## Contents

Acknowledgements

1. Introduction

2. Key technical features of the NGFS Scenarios

3. NGFS Scenario Explorer

  3.1. Transition pathways for the NGFS scenarios
  3.2. Economic impact estimates from physical risks
  3.3. Short-term macro-economic effects (NiGEM):
  3.4. User manual for the NGFS Scenario Explorer

4. Climate Impact Explorer and data

  4.1. Introduction to the Climate Impact Explorer
  4.2. Methodology behind the Climate Impact Explorer
  4.3. Models, scenarios and data sources
  4.4. Visualisation

Glossary

Appendix

Bibliography
Acknowledgements

The NGFS Scenarios were produced by NGFS Workstream 2 in partnership with an academic consortium from the Potsdam Institute for Climate Impact Research (PIK), International Institute for Applied Systems Analysis (IIASA), University of Maryland (UMD), Climate Analytics (CA), Swiss Federal Institute of Technology in Zurich (ETHZ), and National Institute of Economic and Social Research (NIESR). This work was made possible by grants from Bloomberg Philanthropies and ClimateWorks Foundation.

Special thanks is given to lead coordinating authors: Christoph Bertram (PIK), Jérôme Hilaire (PIK), Elmar Kriegler (PIK), contributing authors: Thessa Beck (CA), David N. Bresch (ETHZ), Leon Clarke (UMD), Ryna Yiyun Cui (UMD), Jae Edmonds (UMD), Molly Charles (PNNL), Alicia Zhao (UMD), Jihoon Min (IIASA), Franziska Piontek (PIK), Carl-Friedrich Schleussner (CA), Fabio Sferra (IIASA), Joeri Rogelj (IIASA), Bas van Ruijven (IIASA), Sha Yu (UMD), Dawn Holland (NIESR), Iana Liadze (NIESR), and Ian Hurst (NIESR) and reviewers: Ryan Barrett (Bank of England), Antoine Boirard (Banque de France), Clément Payerols (Banque de France) and Edo Schets (Bank of England).
1. Introduction

This document provides technical information on the two datasets behind the NGFS scenarios. It is intended to answer technical questions for those who want to perform analyses on the datasets themselves, but does not address conceptual questions. It is an update of the Technical Documentation published in June 2020 alongside the first set of NGFS Scenarios. It is therefore aligned with the second set of NGFS Scenarios, released in June 2021.

The two datasets broadly separate transition and physical risk data (see NGFS Climate Scenarios Phase II Presentation, June 2021 and the NGFS Scenario Portal, June 2021).

- The dataset on transition risk comprises transition pathways, including downscaled information on national energy use and emissions and data on macro-economic impacts from physical risks. This dataset also contains scenarios of the economic implications of the combined transition and physical effects on major economies. These data are available in the NGFS Scenario Explorer provided by IIASA (https://data.ene.iiasa.ac.at/ngfs/#/login?redirect=%2Fworkspaces).

- The other dataset covers the physical impact data collected by the Inter-Sectoral Impact Model Intercomparison Project (ISIMIP), as well as data from CLIMADA, both of which are accessible via the NGFS Climate Impact Explorer provided by CA (http://climate-impact-explorer.climateanalytics.org/). These datasets are generated with a suite of models including integrated assessment models, a macro-econometric model, earth system models, sectoral impact models, a natural catastrophe damage model and global macroeconomic damage functions. They are linked together in a coherent way by aligning global warming levels and by explicit linkage via defined interfaces in case of the integrated assessment models and the macro-econometric model. For each dataset, the most important technical details of the underlying academic work and a short user guide are provided here. These are complemented by links to other resources with more detailed information.

This document is intended to answer technical questions for those who want to perform analyses on the datasets themselves, but does not address conceptual questions. For a high-level description of the NGFS scenarios and the rationale behind them, please consult the NGFS Scenario Portal including an FAQ section and the NGFS Climate Scenarios Phase II Presentation. For a broad overview on how to perform scenario analysis in a financial context, please refer to the NGFS Guide to climate scenario analysis for central banks and supervisors. This document reflects the status of existing scenarios and datasets that are used in the current NGFS presentation and documents.

Please note that this is the follow-up product which supersedes the first publication from 2020. Key novelties relate to the bespoke narratives of the transition scenarios, a downscaling of key results to country level, the linkage to the macro-econometric model NiGEM, and the inclusion of CLIMADA data and the set-up of the CIE, as well as the NGFS scenario portal.

This document is structured as follows: Section 2 presents the main technical features of the NGFS scenarios. Section 3 introduces the NGFS Scenario Explorer dataset, including technical details and assumptions for the modelling of the transition pathways, and details about how the outputs from this modelling are used to calculate ex-post macro-economic damage estimates from physical risks based on different macro methodologies. Section 4 introduces ISIMIP climate impact data which are relevant for assessing physical risks, including details on model and scenario assumptions and information on variables available in the datasets and their definitions.

User manuals for each of the two datasets are provided at end of their respective sections (see sections 3.4 and 4.4).
2. Key technical features of the NGFS Scenarios

The NGFS reference scenarios consist of 6 scenarios which cover three of the four quadrants of the NGFS scenario matrix (i.e. orderly, disorderly and hot house world) (see Figure 1). From a transition risk perspective, these 6 scenarios were considered by three contributing modelling groups (IIASA, PIK and UMD\(^1\)), yielding a total of 18 transition pathways (i.e. across different scenarios and models).

\[\text{NGFS scenarios Framework}\]

![NGFS scenarios Framework](image)

*Figure 1 Overview of the NGFS scenarios. Scenarios are indicated with bubbles and positioned according to their transition and physical risks.*

The range of scenarios and models allows users to explore uncertainties both by comparing different scenarios from a single model and by comparing the ranges from the three models for a given scenario (for further details on model characteristics and differences see section 3.1.1).

The transition pathways all share the same underlying assumption on key socio-economic drivers, such as harmonised population and economic developments. Further drivers such as food and energy demand are also harmonised, though not at a precise level but in terms of general patterns. All these socio-economic assumptions are taken from the shared socio-economic pathway SSP2 (Dellink et al., 2017; Fricko et al., 2017; KC & Lutz, 2017; O’Neill et al., 2017; Riahi, van Vuuren, et al., 2017), which describes a “middle-of-the-road” future. In order to account for the COVID-19 pandemic and its impact on economic systems and growth, the GDP and final energy demand trajectories have been adjusted based on projections from the IMF (IMF 2020). Many of these input and quasi-input assumptions are reported in the database, see section 3.1.3 for details.

Scenarios are differentiated by three key design choices relating to long-term policy, short-term policy, and technology availability, see section 3.1.2 for details. Scenario names reflect these choices and have been harmonised across models.

The transition pathways do not incorporate economic damages from physical risks by default, so economic trajectories are projected without consideration of feedbacks from emissions and temperature change onto

---

1 See glossary for a description of these modelling groups
infrastructure systems and the economy. As a step towards more integrated analysis, three approaches for incorporating the physical risk side are possible with the reference scenario set.

**Approach 1: Macro-economic damage function**

Section 3.2 details how estimates of potential macro-economic damages from physical risk can be computed using simple damage functions, using the temperature outcomes inferred from the emissions trajectories projected by the transition scenarios. This approach has been integrated in the macro-economic modelling of the NGFS scenarios.

**Approach 2: Integrated**

As described in section 3.2.3, one of the models (RE/MIND-MAgPIE) additionally ran a subset of scenarios with an implementation of internalized physical risk damages.

**Approach 3: Sector-level impact data**

Section 4 offers sector-level impact data, based on various sector models, available for two separate temperature projections. These temperature projections are based on earlier harmonized scenarios but are broadly similar (though not identical) to the transition pathways above. They can be mapped to the NGFS scenarios in the following way: the orderly and disorderly 1.5°C and 2°C scenarios are in the range of the low temperature scenario (Representative Concentration Pathway RCP2.6), whereas the Current policies scenario is close to the high temperature scenario (RCP 6.0) by the end of the century.
3. NGFS Scenario Explorer

3.1. Transition pathways for the NGFS scenarios

3.1.1. Contributing integrated assessment models

The transition pathways for the NGFS scenarios have been generated with three well-established integrated assessment models (IAMs), namely GCAM, MESSAGEix-GLOBIOM and REMIND-MAgPIE. These models have been used in hundreds of peer-reviewed scientific studies on climate change mitigation. In particular, they allow the estimation of global and regional mitigation costs (Kriegler et al., 2013, 2014, 2015; Luderer et al., 2013; Riahi et al., 2015; Tavoni et al., 2013), the analysis of emissions pathways (Riahi, van Vuuren, et al., 2017; Rogelj, Popp, et al., 2018), associated land use (Popp et al., 2017) and energy system transition characteristics (Bauer et al., 2017; GEA, 2012; Kriegler et al., 2014; McJeon et al., 2014), the quantification of investments required to transform the energy system (GEA, 2012; McCollum et al., 2018) and the identification of synergies and trade-offs of sustainable development pathways (Bertram et al., 2018; TWI2050, 2018). Importantly, their results feature in several assessment reports (Clarke et al., 2014; Forster et al., 2018; Jia et al., In press; Rogelj, Shindell, et al., 2018; UNEP, 2018). Consequently, these models have a long tradition of catering key climate change mitigation information to policy and decision makers. MESSAGEix-GLOBIOM and REMIND-MAgPIE were also recently used to evaluate the transition risks faced by banks (UNEP-FI, 2018).

The three models share a similar structure. They combine macro-economic, agriculture and land-use, energy, water and climate systems into a common numerical framework that enables the analysis of the complex and non-linear dynamics in and between these components. In contrast to smaller IAMs like DICE and RICE, the IAMs used here cover more systems with a finer granularity and process detail. For instance, they offer more detailed representations of the energy system that include many technologies and account for capacity vintages and technological change. This in turn allows the generation of more detailed transition pathways.

In addition, GCAM, MESSAGEix-GLOBIOM and REMIND-MAgPIE generate cost-effective transition pathways. That is, they provide pathways that minimise costs subject to a range of constraints that can vary with scenario design like limiting warming to below 2°C and techno-economic and policy assumptions. It is worthwhile to note that these models in general do not account for climate damages (the additional exploratory scenarios with REMIND-MAgPIE are the exception, see section 3.2.3) and so cannot be used for cost-benefit analysis or to compute the social cost of carbon.

The models feature many climate change mitigation options including energy-demand-side, energy-supply-side, Agriculture, Forestry and Other Land Uses (AFOLU) and carbon dioxide removal (CDR) measures (see Table 1). The energy sector is expected to play a huge role in the transition to a low-carbon economy as it currently accounts for the highest share of emissions and offers the greatest number of mitigation options. These include solar, wind, nuclear power, carbon capture and storage (CCS), fuel cells and hydrogen on the supply side and energy efficiency improvements, electrification and CCS on the demand side. There are also several mitigation options in the AFOLU sectors, such as reduced deforestation/forest protection/avoided forest conversion, forest management, methane reductions in rice paddies, or nitrogen pollution reductions. Finally, all models include at least two CDR technologies, namely bioenergy with carbon capture and storage (BECCS) as well as afforestation and reforestation.

| Table 1 Overview of mitigation options in GCAM, MESSAGEix-GLOBIOM and REMIND-MAgPIE (adapted from Rogelj et al. (2018) and table 2.SM.6 in Forster et al. (2018)) |
|----------------|----------------|----------------|
| Demand side mitigation options | GCAM | MESSAGEix-GLOBIOM | REMIND-MAgPIE |
| # Demand side mitigation options | 14 | 16 | 15 |
Although the models share similarities, each has its own characteristics (see Table 1 and Table 2) which can influence results (i.e. model fingerprints). For instance, from an economic perspective, both MESSAGEix-GLOBIOM and REMIND-MAgPIE are general equilibrium models solved with an intertemporal optimisation algorithm (i.e. perfect foresight). This allows the models to fully anticipate changes occurring over the 21st century (e.g. increasing costs of exhaustible resources, declining costs of solar and wind technologies, increasing carbon prices) and also allows for an endogeneous change in consumption, GDP and demand for energy in response to climate policies.

In contrast, GCAM is a partial equilibrium model of the land use and energy sectors and consequently, takes exogenous assumptions on GDP development and energy demands. It features also a “myopic” view of the future. At each time step agents in GCAM consider only past and present circumstances in formulating their behaviour including expectations for the future. Prior information includes such factors as existing capital stocks. Expectations for the future are that then current prices and policies will persist for the life of the capital investment. This difference in modelling approach can affect investment dynamics in technologies, e.g. the deployment of carbon dioxide removal technologies.

The models differ also from a technology perspective. Even though the coverage of mitigation options in the energy system is similar, assumptions in technology costs, efficiencies and innovation vary across models. Models also differ in their treatment of carbon removal. For example, GCAM is the only model to allow the sequestration of carbon in bioplastics.

Table 2 Overview of key model characteristics (see also reference cards 2.6, 2.15, and 2.17 in Forster et al. (2018))

<table>
<thead>
<tr>
<th>Integrated Assessment Model</th>
<th>GCAM 5.3</th>
<th>MESSAGEix_GLOBIOM 1.1</th>
<th>REMIND-MAgPIE 2.1-4.2</th>
</tr>
</thead>
<tbody>
<tr>
<td>Short name</td>
<td>GCAM</td>
<td>MESSAGEix-GLOBIOM</td>
<td>REMIND-MAgPIE</td>
</tr>
</tbody>
</table>

| Examples of demand side measures | Energy efficiency improvements, electrification of buildings, industry and transport sectors, CCS in industrial process applications | Energy efficiency improvements, electrification of buildings, industry and transport sectors, CCS in industrial process applications | Energy efficiency improvements, electrification of buildings, industry and transport sectors, CCS in industrial process applications |
| Example of supply side measures | Solar PV, Wind, Nuclear, CCS, Hydrogen | Solar PV, Wind, Nuclear, CCS, Hydrogen | Solar PV, Wind, Nuclear, CCS, Hydrogen |
| # Supply side mitigation options | 18 | 20 | 17 |
| Examples of AFOLU measures | Reduced deforestation/forest protection/avoided forest conversion, Forest management, Methane reductions in rice paddies, Nitrogen pollution reductions | Reduced deforestation/forest protection/avoided forest conversion, Forest management, Conservation agriculture, Methane reductions in rice paddies, Nitrogen pollution reductions | Reduced deforestation/forest protection/avoided forest conversion, Methane reductions in rice paddies, Nitrogen pollution reductions |
| # AFOLU options | 8 | 8 | 7 |
Modelling teams strive for a high level of transparency. The models are well documented across several peer-reviewed publications, IPCC assessment reports (e.g. reference cards 2.6, 2.15, and 2.17 in Forster et al. (2018)), publicly-available technical documentations and wikis (e.g. www.iamcdocumentation.eu). At the time of writing this document, the GCAM and MAgPIE models are fully open-source. The source code of the MESSAGEix-GLOBIOM and REMIND models are available in open access and the modelling teams are currently working on making them fully open-source. The links to these models and their documentation are given in the following sections, which provide a more detailed account of the three IAMs.

A comprehensive primer on climate scenarios is available in the SENSES toolkit (https://climatescenarios.org/primer/primer). This web platform also offers learn modules to enhance understanding on a number of topics such as future electrification, fossil fuels risks and closing the emissions gap.

**GCAM**

GCAM is a global model that represents the behavior of, and interactions between five systems: the energy system, water, agriculture and land use, the economy, and the climate (Figure 2). GCAM has been under development for 40 years. Work began in 1980 with the work first documented in 1982 in working papers and the first peer-

<table>
<thead>
<tr>
<th>Solution concept</th>
<th>Partial Equilibrium (price elastic demand)</th>
<th>General Equilibrium (closed economy)</th>
<th>REMIND: General Equilibrium (closed economy)</th>
<th>MAgPIE: Partial Equilibrium model of the agriculture sector</th>
</tr>
</thead>
<tbody>
<tr>
<td>Anticipation</td>
<td>Recursive dynamic (myopic)</td>
<td>Intertemporal (perfect foresight)</td>
<td>REMIND: Inter-temporal (perfect foresight)</td>
<td>MAgPIE: recursive dynamic (myopic)</td>
</tr>
<tr>
<td>Solution method</td>
<td>Cost minimisation</td>
<td>Welfare maximisation</td>
<td>REMIND: Welfare maximisation</td>
<td>MAgPIE: Cost minimisation</td>
</tr>
<tr>
<td>Temporal dimension</td>
<td>Base year: 2015</td>
<td>Base year: 1990</td>
<td>Base year: 2005</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Time steps: 5 years</td>
<td>Time steps: 5 (2005-2060)</td>
<td>Time steps: 5 (2005-2060) and 10 years (2060-2100)</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Horizon: 2100</td>
<td>Horizon: 2100</td>
<td>Horizon: 2100</td>
<td></td>
</tr>
<tr>
<td>Spatial dimension</td>
<td>32 world regions</td>
<td>11 world regions</td>
<td>12 world regions</td>
<td></td>
</tr>
<tr>
<td>Technological change</td>
<td>Exogenous</td>
<td>Exogenous</td>
<td>Endogenous for Solar, Wind and Batteries</td>
<td></td>
</tr>
<tr>
<td>Technology dimension</td>
<td>58 conversion technologies</td>
<td>64 conversion technologies</td>
<td>50 conversion technologies</td>
<td></td>
</tr>
<tr>
<td>Demand sectors and</td>
<td>Buildings, Industry (Cement, Chemicals,</td>
<td>Buildings, Industry, Transport</td>
<td>Buildings, Industry (Cement, Chemicals,</td>
<td></td>
</tr>
<tr>
<td>subsector detail</td>
<td>Steel, Non-ferrous metals, Other),</td>
<td></td>
<td>Steel, Other)</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Transport</td>
<td></td>
<td>Transport</td>
<td></td>
</tr>
</tbody>
</table>

Modelling teams strive for a high level of transparency. The models are well documented across several peer-reviewed publications, IPCC assessment reports (e.g. reference cards 2.6, 2.15, and 2.17 in Forster et al. (2018)), publicly-available technical documentations and wikis (e.g. www.iamcdocumentation.eu). At the time of writing this document, the GCAM and MAgPIE models are fully open-source. The source code of the MESSAGEix-GLOBIOM and REMIND models are available in open access and the modelling teams are currently working on making them fully open-source. The links to these models and their documentation are given in the following sections, which provide a more detailed account of the three IAMs.

A comprehensive primer on climate scenarios is available in the SENSES toolkit (https://climatescenarios.org/primer/primer). This web platform also offers learn modules to enhance understanding on a number of topics such as future electrification, fossil fuels risks and closing the emissions gap.
reviewed publications in 1983 (J. Edmonds & Reilly, 1983a, 1983b, 1983c). At this point, the model was known as the Edmonds-Reilly (and subsequently the Edmonds-Reilly-Barnes) model. The current version of the model is documented at [https://jgeri.github.io/gcam-doc/overview.html](https://jgeri.github.io/gcam-doc/overview.html) and at Calvin et al. (Calvin et al., 2019).

GCAM includes two major computational components: a data system to develop inputs and the GCAM core. The GCAM Data System combines and reconciles a wide range of different data sets and systematically incorporates a range of future assumptions. The output of the data system is an XML dataset with historical and base-year data for calibrating the model along with assumptions about future trajectories such as GDP, population, and technology. The GCAM core is the component in which economic decisions are made (e.g., land use and technology choices), and in which dynamics and interactions are modeled within and among different human and Earth systems. The GCAM core is written in C++ and takes in inputs in XML. Outputs are written to a XML database.

GCAM takes in a set of assumptions and then processes those assumptions to create a full scenario of prices, energy and other transformations, and commodity and other flows across regions and into the future. The interactions between these different systems all take place within the GCAM core; that is, they are not modeled as independent modules, but as one integrated whole.

The exact structure of the model is data driven. In all cases, GCAM represents the entire world, but it is constructed with different levels of spatial resolution for each of these different systems. In the version of GCAM used for this study, the energy-economy system operates at 32 regions globally, land is divided into 384 subregions, and water is tracked for 235 basins worldwide. The Earth system module operates at a global scale using Hector, a physical Earth system emulator that provides information about the composition of the atmosphere based on emissions provided by the other modules, ocean acidity, and climate.

The core operating principle for GCAM is that of market equilibrium. Representative agents in GCAM use information on prices, as well as other information that might be relevant, and make decisions about the allocation of resources. These representative agents exist throughout the model, representing, for example, regional electricity sectors, regional refining sectors, regional energy demand sectors, and land users who have to allocate land among competing crops within any given land region. Markets are the means by which these representative agents interact with one another. Agents indicate their intended supply and/or demand for goods and services in the markets. GCAM solves for a set of market prices so that supplies and demands are balanced in all these markets across the model. The GCAM solution process is the process of iterating on market prices until this equilibrium is reached. Markets exist for physical flows such as electricity or agricultural commodities, but they also can exist for other types of goods and services, for example tradable carbon permits.
While the agents in the GCAM model are assumed to act to maximise their own self-interest, the model as a whole is not performing an optimisation calculation. Decision-making throughout GCAM uses a logit formulation (J. F. Clarke & Edmonds, 1993; McFadden, 1973). In such a formulation, options are ordered based on preference, with either cost (as in the energy system) or profit (as in the land system) determining the order. Given the logit formulation, the single best choice does not capture the entire market, only the largest fraction, while more expensive/less profitable options also gain some market share, accounting for not explicitly represented user and technology heterogeneity.

GCAM is a dynamic recursive model, meaning that decision-makers do not know the future when making a decision. (In contrast, intertemporal optimisation models like MESSAGEix-GLOBIOM and REMIND-MAgPIE assume that agents know the entire future with certainty when they make decisions). After it solves each period, the model then uses the resulting state of the world, including the consequences of decisions made in that period - such as resource depletion, capital stock retirements and installations, and changes to the landscape - and then moves to the next time step and performs the same exercise. For long-lived investments, decision-makers may account for future profit streams, but those estimates would be based on current prices. GCAM is typically operated in five-year time steps with 2015 as the final calibration year. However, the model has flexibility to be operated at different temporal resolutions through user-defined parameters.

A reference card description of this model can be found as section 2.SM.2.5 in (Forster et al., 2018).

A comprehensive documentation of the model is available at this URL: https://jgeri.github.io/gcam-doc/overview.html

The source code of the model is open-source and available at this URL: https://github.com/JGCRI/gcam-core

MESSAGEix-GLOBIOM

MESSAGEix-GLOBIOM is a shorthand used to refer to the IIASA IAM framework, which consists of a combination of five different models or modules - the energy model MESSAGE, the land use model GLOBIOM, the air pollution and greenhouse gas model GAINS, the aggregated macro-economic model MACRO and the
simple climate model MAGICC - which complement each other and are specialised in different areas. All models and modules together build the IIASA IAM framework, referred to as MESSAGE-GLOBIOM historically owing to the fact that the energy model MESSAGE and the land use model GLOBIOM are its central components. The five models provide input to and iterate between each other during a typical scenario development cycle. Below is a brief overview of how the models interact with each other.

Recently, the scientific software structure underlying the global MESSAGE-GLOBIOM model was revamped and called the MESSAGEix framework (Huppmann et al., 2019), an open-source, versatile implementation of a linear optimisation problem, with the option of coupling to the computable general equilibrium (CGE) model MACRO to incorporate the effect of price changes on economic activity and demand for commodities and resources. The new framework is integrated with the ix modeling platform (ixmp), a “data warehouse” for version control of reference timeseries, input data and model results. ixmp provides interfaces to the scientific programming languages Python and R for efficient, scripted workflows for data processing and visualisation of results. The IIASA IAM fleet based on this newer framework is named as MESSAGEix-GLOBIOM.

The name “MESSAGE” itself refers to the core of the IIASA IAM framework (Figure 3) and its main task is to optimise the energy system so that it can satisfy specified energy demands at the lowest costs (Huppmann et al., 2019). MESSAGE carries out this optimisation in an iterative setup with MACRO, a single sector macro-economic model, which provides estimates of the macro-economic demand response that results from energy system and services costs computed by MESSAGE. The models run on a 11-region global disaggregation. For the six commercial end-use demand categories depicted in MESSAGE, based on demand prices MACRO will adjust useful energy demands, until the two models have reached equilibrium. This iteration reflects price-induced energy efficiency adjustments that can occur when energy prices change.

GLOBIOM provides MESSAGE with information on land use and its implications, including the availability and cost of bioenergy, and availability and cost of emission mitigation in the AFOLU (Agriculture, Forestry and Other Land Use) sector. To reduce computational costs, MESSAGE iteratively queries a GLOBIOM emulator which provides an approximation of land-use outcomes during the optimisation process instead of requiring the GLOBIOM model to be rerun iteratively. Only once the iteration between MESSAGE and MACRO has converged, the resulting bioenergy demands along with corresponding carbon prices are used for a concluding analysis with the full-fledged GLOBIOM model. This ensures full consistency of the results from MESSAGE and GLOBIOM, and also allows producing a more extensive set of land-use related indicators, including spatially explicit information on land use.

Air pollution implications of the energy system are accounted for in MESSAGE by applying technology-specific air pollution coefficients derived from the GAINS model. This approach has been applied to the SSP process (Rao et al., 2017). Alternatively, GAINS can be run ex-post based on MESSAGEix-GLOBIOM scenarios to estimate air pollution emissions, concentrations and the related health impacts. This approach allows analysing different air pollution policy packages (e.g., current legislation, maximum feasible reduction), including the estimation of costs for air pollution control measures. Examples for applying this way of linking MESSAGEix-GLOBIOM and GAINS can be found in (McCollum et al., 2018) and (Grubler et al., 2018).

In general, cumulative global carbon emissions from all sectors are constrained at different levels, with equivalent pricing applied to other greenhouse gases, to reach the desired radiative forcing levels (see right-hand side in Figure 3). The climate constraints are thus taken up in the coupled MESSAGE-GLOBIOM optimisation, and the resulting carbon price is fed back to the full-fledged GLOBIOM model for full consistency. Finally, the combined results for land use, energy, and industrial emissions from MESSAGE and GLOBIOM are merged and fed into MAGICC, a global carbon-cycle and climate model, which then provides estimates of the climate implications in terms of atmospheric concentrations, radiative forcing, and global-mean temperature increase. Importantly, climate impacts, and impacts of the carbon cycle are thus not accounted for in the IIASA IAM framework version used for the NGFS scenarios. This is also shown in Figure 3, where the information flow through the climate model is not fed back into the IAM components.
The entire framework is linked to an online database infrastructure which allows straightforward visualisation, analysis, comparison and dissemination of results (Riahi, van Vuuren, et al., 2017).

![Figure 3 Overview of the IIASA IAM framework, a.k.a. MESSAGEix-GLOBIOM model. Coloured boxes represent respective specialised disciplinary models which are integrated for generating internally consistent scenarios (Fricko et al., 2017).](image)

A reference card description of this model can be found as section 2.SM.2.15 in (Forster et al., 2018).

A comprehensive documentation of the model is available at this URLs: [https://docs.messageix.org/en/stable/](https://docs.messageix.org/en/stable/) ; [https://www.iamcdocumentation.eu/index.php/Model_Documentation_-_MESSAGE-GLOBIOM](https://www.iamcdocumentation.eu/index.php/Model_Documentation_-_MESSAGE-GLOBIOM)

The source code of the model is open-source and available at this URL: [https://github.com/iiasa/message_ix](https://github.com/iiasa/message_ix)

REMIND-MAgPIE

REMIND-MAgPIE is a comprehensive IAM framework that simulates, in a forward-looking fashion, the dynamics within and between the energy, land-use, water, air pollution and health, economy and climate systems. The models were created over a decade ago (Leimbach, Bauer, Baumstark, & Edenhofer, 2010; Lotze-Campen et al., 2008) and are continually being improved to provide up-to-date scientific evidence to decision and policy makers and other relevant stakeholders on climate change mitigation and Sustainable Development Goals strategies.

The REMIND-MAgPIE framework consists of four main components (see Figure 4). First the REMIND model combines a macro-economic module with an energy system module. The macro-economic core of REMIND is a Ramsey-type optimal growth model in which inter-temporal welfare is maximised. The energy system module includes a detailed representation of energy supply and demand sectors. Second the MAGPIE model represents land-use dynamics. The MAGPIE model is linked to the dynamic global vegetation model LPJmL (Bondeau et al., 2007; Müller & Robertson, 2014; Schaphoff et al., 2017). For some applications that do not require detailed land-use information, a MAGPIE-based emulator is used to make the scenario generation process more efficient. The REMIND model is linked to the climate model MAGICC to account for changes in climate-related
variables like global surface mean temperature. In addition, REMIND can be linked to other models to allow the analysis of other environmental impacts such as water demand, air pollution and health effects.

![Figure 4 Overview of the structure of the REMIND-MAgPIE framework](image)

Specifically, REMIND (Regional Model of Investment and Development) is an energy-economy general equilibrium model linking a macro-economic growth model with a bottom-up engineering-based energy system model. It covers 12 world regions (see Figure 5 and Table A1.3 in Appendix 1), differentiates various energy carriers and technologies and represents the dynamics of economic growth and international trade (Leimbach, Bauer, Baumstark, & Edenhofer, 2010; Leimbach, Bauer, Baumstark, Luken, et al., 2010; Leimbach et al., 2017; Mouratiadou et al., 2016). A Ramsey-type growth model with perfect foresight serves as a macro-economic core projecting growth, savings and investments, factor incomes, energy and material demand. The energy system representation differentiates between a variety of fossil, biogenic, nuclear and renewable energy resources (Bauer et al., 2017; Bauer et al., 2012; Bauer et al., 2016; Klein et al., 2014, 2014; Pietzcker et al., 2014). The model accounts for crucial drivers of energy system inertia and path dependencies by representing full capacity vintage structure, technological learning of emergent new technologies, as well as adjustment costs for rapidly expanding technologies (Pietzcker et al., 2017). The emissions of greenhouse gases and air pollutants are largely represented by source and linked to activities in the energy-economic system (Streftler, Luderer, Aboumaboub, et al., 2014; Streftler, Luderer, Kriegler, et al., 2014). Several energy sector policies are represented explicitly (Bertram et al., 2015, 2018; Kriegler et al., 2018), including energy-sector fuel taxes and consumer subsidies (Jewell et al., 2018; Schwanitz et al., 2014). The model also represents trade in energy resources (Bauer et al., 2015).
MAgPIE (Model of Agricultural Production and its Impacts on the Environment) is a global multi-region economic land-use optimization model designed for scenario analysis up to the year 2100. It is a partial equilibrium model of the agricultural sector that is solved in recursive dynamic mode. The objective function of MAgPIE is the fulfillment of agricultural demand for 10 world regions at minimum global costs under consideration of biophysical and socio-economic constraints. Major cost types in MAgPIE are factor requirement costs (capital, labour, fertiliser), land conversion costs, transportation costs to the closest market, investment costs for yield-increasing technological change (TC) and costs for greenhouse gas emissions in mitigation scenarios. Biophysical inputs (0.5° resolution) for MAgPIE, such as agricultural yields, carbon densities and water availability, are derived from a dynamic global vegetation, hydrology and crop growth model, the Lund-Potsdam-Jena model for managed Land (LPJmL) (Bondeau et al., 2007; Müller & Robertson, 2014; Schaphoff et al., 2017). Agricultural demand includes demand for food (Bodirsky & Popp, 2015), feed (Weindl et al., 2015), bioenergy (Humpenöder et al., 2018; Popp et al., 2010), material and seed. For meeting the demand, MAgPIE endogenously decides, based on cost-effectiveness, about intensification of agricultural production, cropland expansion and production relocation (intra-regionally and inter-regionally through international trade) (Dietrich et al., 2014; Lotze-Campen et al., 2010; Schmitz et al., 2012). MAgPIE derives cell specific land-use patterns, rates of future agricultural yield increases (Dietrich et al., 2014), food commodity and bioenergy prices as well as GHG emissions from agricultural production (Bodirsky et al., 2012; Popp et al., 2010) and land-use change (Humpenöder et al., 2014; Popp et al., 2014, 2017).

The coupling approach between REMIND and MAgPIE is designed to derive scenarios with equilibrated bioenergy and emissions markets. In equilibrium, bio-energy demand patterns computed by REMIND are fulfilled in MAgPIE at the same bioenergy and emissions prices that the demand patterns were based on. Moreover, the emissions in REMIND emerging from pre-defined climate policy assumptions account for the greenhouse gas emissions from the land-use sector derived in MAgPIE under the emissions pricing and bioenergy use mandated by the same climate policy. The simultaneous equilibrium of bioenergy and emissions markets is established by an iteration of REMIND and MAgPIE simulations in which REMIND provides emissions prices and bioenergy demand to MAgPIE and receives land use emissions and bioenergy prices from MAgPIE in return. The coupling approach with this iterative process at its core is explained elsewhere (Bauer et al., 2014).

MAGICC (Model for the Assessment of Greenhouse-gas Induced Climate Change) is a reduced-complexity climate model that calculates atmospheric concentrations of greenhouse gases and other atmospheric climate drivers, radiative forcing and global annual-mean surface air temperature. Emission pathways computed by REMIND are fed to MAGICC to estimate future changes in climate-related variables.

The REMIND-MAgPIE version with integrated damages is described in section 3.2.3.
A reference card description of this model can be found as section 2.SM.2.17 in (Forster et al., 2018).

Comprehensive documentations of the models are available at these URLs:

https://www.iamcdocumentation.eu/index.php/Model_Documentation_-_REMIND
https://rse.pik-potsdam.de/doc/magpie/4.0/

The source codes of the models are open-source and available at these URLs:
https://github.com/remindmodel/remind
https://github.com/magpiemodel/magpie

3.1.2. Scenario and model input assumptions

The transition pathways for the NGFS Scenarios are differentiated by a number of key design choices relating to long-term temperature targets, net-zero targets, short-term policy, overall policy coordination and technology availability. The different assumptions on these design choices are highlighted in table 3, and the design choices are each explained in more detail below.

The first design choice relates to assumptions on long-term climate policy, and three fundamentally different assumptions are covered by the set of scenarios:

1. **Current policies**: existing climate policies remain in place, but there is no strengthening of ambition level of these policies. The detail of policy representation differs across models and even within models across different sectors. Policy implementation has been included as detailed as possible, but due to limited granularity of sector representation, all models also represent some policies as proxies, for example via aggregate final energy reductions instead of explicit implementation of efficiency standards, or a carbon price.

2. **Nationally determined contributions (NDCs)**: This scenario foresees that currently pledged unconditional NDCs are implemented fully, and respective targets on energy and emissions in 2025 and 2030 are reached in all countries. The cut-off date for targets being considered here is December 2020, so the new targets of the EU and China are being reflected in these scenarios, while the new US NDC announced in April 2021 is not yet reflected. Teams have instead assumed an ambition level corresponding to the previous US NDC for 2025. The long-term policy assumption beyond current NDC target times (2025 and 2030) is that climate policy ambition remains comparable to levels implied by NDCs. This extrapolation of policy ambition levels over the period 2030-2100 is however subject to large uncertainties and is implemented differently in the three models, so long-term deviations across scenarios are quite high.

3. While the long-term evolution of emissions and thus temperature in the above two scenario narratives in the hot-house world quadrant result from an extrapolation of near-term policy ambition, the four scenarios in the orderly and disorderly quadrants explicitly impose temperature targets. For the Net Zero 2050 and Divergent Net Zero scenarios a 1.5°C temperature target was imposed, such that the median temperature is required to return to below 1.5°C in 2100, after a limited temporary overshoot. The Below 2°C scenario keeps the 67th-percentile of warming below 2°C throughout the 21st century, while the Disorderly "Delayed transition” scenario only imposes this target in 2100 and allows for temporary overshoot.

Regarding net-zero targets, the “Net Zero 2050” scenario foresees global CO2 emissions to be at net-zero in 2050. Furthermore, countries with a clear commitment to a specific net-zero policy target at the end of 2020 (i.e. China, EU, Japan, and USA) are assumed to meet this target. For the rest of world it is the case that in 2050 net negative emissions in some countries offset the positive emissions in other countries. The regional net-zero targets for countries with clear commitments are also prescribed in the “Disorderly Transition” scenario, but not imposed for the rest of the world, thus leading to strong regional differentiation of efforts.
Regarding short-term policy, two alternative assumptions are explored:

1. **Immediate** scenarios assume that optimal carbon prices in line with the long-term targets are implemented immediately after the 2020 model time step.
2. **The Disorderly "Delayed transition" scenario** by contrast assumes that the next 10 years see a “fossil recovery” and thus follow the trajectory of the current policies scenario until 2030. After 2030, these scenarios also foresee implementation of a carbon price trajectory in line with long-term targets. Importantly, this sudden shift of policy stringency is not anticipated in the two perfect foresight models REMIND-MAgPIE and MESSAGEix-GLOBIOM by fixing the variables until 2030 onto their values of the current policies scenarios.

Regarding overall policy coordination, the scenarios all feature some form of regional differentiation owing the policy settings described above, but are representing high policy coordination across sectors in each country/region. The exception is the “Divergent Net Zero” scenario, in which the carbon prices for transport and buildings are assumed to be three times the carbon price in the supply and industry sectors, illustrating the additional risks and costs of lack of coordination.

Regarding technology availability, the literature has explored the sensitivity of results to a range of technological and socio-technical assumptions regarding renewables (Creutzig et al., 2017; Pietzcker et al., 2017), end-use efficiency (Grubler et al., 2018), nuclear (Bauer et al., 2012), bioenergy (Bauer et al., 2018), carbon capture and storage (Koelbl et al., 2014) and various land-use related options (Humpenöder et al., 2018; Popp et al., 2017). Given that each of the three models represented in the NGFS dataset have chosen particular structural and parametric assumptions in the representation of these alternative mitigation options, the comparison of the same scenario narrative within different models allows for an estimation of the order of magnitude that the uncertainties regarding future potentials entail.

One consistent finding of literature with structured comparison of technological sensitivities (Kriegler et al., 2014; Luderer et al., 2013; Riahi et al., 2015) is that the assumptions on availability of carbon dioxide removal (CDR) have a particularly profound impact on mitigation trajectories, as higher availability enables a more gradual phase-out of the use of liquid fuel across various sectors and end-uses. Therefore, the only technological differentiation explicitly covered in the NGFS dataset is the assumption on availability of carbon-dioxide removal, with two alternative assumptions:

- **Medium availability of carbon sequestration**: The orderly scenarios include the same criteria for constraints on CDR options (especially bioenergy with carbon capture and storage (BECCS) and afforestation) as for other technologies, like biophysical constraints, technological ramp-up constraints, exclusion of unsuitable and protected areas, and geological potentials. Based on evolving scientific insights on these constraints, and on limited experience with these options in recent years which further constrains the near-term ramp-up, CDR levels are lower than in the first set of NGFS scenarios.
- **Low availability of carbon sequestration**: Given that there are particular challenges associated with the deployment of all CDR options (Fuss et al., 2018), especially at larger scale, the disorderly scenarios add explicit, more conservative constraints on maximum potential for CDR options and on their upscaling. In all three models, this is done via explicit constraints on the process level (time-dependent maximum area available for afforestation, max. yearly injection rate for geological sequestration, max. yearly bioenergy potentials).
3.1.3. Transition scenario output

The models used to produce the scenarios cover a lot of ground to integrally assess the connections between human activity and the global environment. However, not all aspects reported by the models are determined endogenously. In this section we distinguish between:

- **Endogenous variables** which include all information that is determined within a model run, such as technology choices, price developments, sectoral shifts, and emission prices.
- **Semi-endogenous variables** which are largely determined by input assumptions or associated demand modules and include for example GDP (which is calibrated to external projection, but then changes endogenously as result of changes in, for instance, energy system costs) or capital costs for energy technologies (for example, in the case of MESSAGEix-GLOBIOM these are given exogenously to the model and do not change as result of endogenous calculations in the model, but are checked against assumptions of technological development and vary between different scenarios); and,
- **Exogenous input variables** which include variables such as population, fossil fuel resources and renewable resource potentials. These inputs are derived from other analysis and only used as input for the models.
In the sections below, it is indicated which variables are endogenous or exogenous to the models. Some variables that result from post-processing (e.g. macro-economic damage functions) are reported under Diagnostics.

The scope of the integrated assessment models on long-term developments and global coverage, comes with trade-offs on the temporal and spatial granularity, both in terms of outputs and in terms of dynamics included in the models. Geographical granularity for the forward-looking models in this project is 11 and 12 world regions for MESSAGEix-GLOBIOM and REMIND-MAGPIE respectively, while the recursive-dynamic GCAM model includes 32 regions. Still, many of these regions are large and diverse, the development of which can only be derived from the models in broad-brush strokes. Temporally, the models operate on a time step of 5 or (from 2060 onwards) 10 years and therefore mainly cover large-scale slow-moving dynamics. For instance, dynamics that are very relevant on the shorter time-scale, such as oil price fluctuations, are less relevant on a 5-year time scale and it becomes arbitrary to include them in a model projection for 2050 or 2100. These considerations should be taken into account when using the output of these models.

The complete list of variables, including their definition and units can also be found on the tab “Documentation” of the NGFS Scenario Explorer.

Socio-economic information

All economic assumptions are taken from the shared socio-economic pathway 2 (SSP 2), designed to represent a “middle-of-the-road” future development. All 3 models have Population as a fully exogenous input assumption. GDP|PPP, denoting the gross domestic product in power-purchasing parity terms, is an exogenous input assumption in the GCAM model, but a semi-endogenous output for REMIND-MAGPIE and MESSAGEix-GLOBIOM. The latter models take the SSP2 GDP trajectories for calibrating assumptions on exogeneous productivity improvement rates in a no-policy reference scenario. GDP trajectories in other scenarios thus reflect the general equilibrium effects of constraints and distortions by policies (so changes in capital allocation and prices, but without taking potential damages from climate impacts into account). The mitigation cost expressed as loss of GDP between two scenarios can thus be calculated for REMIND-MAGPIE and MESSAGEix-GLOBIOM by subtracting the GDP in one scenario from the other (while mitigation costs in GCAM are typically expressed as area under the curve of marginal abatement costs). This enables comparing the impact of stronger climate action compared to the Current Policies scenario. GDP is further reported in market-exchange rate (GDP|MER), but models have different assumption about the dynamics of MER-PPP ratios for the future. Reported Consumption levels are reported in MER.

GCAM utilizes a prescribed (exogenous) GDP trajectory. It does not employ an energy-GDP feedback mechanism. Since the macro-economic model NiGEM (see section X.X.X) needs GDP impact estimates, GDP values in non-reference scenarios were replaced with a modified GDP that uses the scenario carbon price and the relationship between the carbon price and GDP change from the MESSAGEix-GLOBIOM model to create a GDP path consistent with the MESSAGEix-GLOBIOM model response to emissions mitigation. However, since the GCAM energy, agriculture and land-use system produces its own unique carbon based on all of the information about energy-agriculture and land-use interactions, the GCAM GDP consistent with transformation pathways is different than the MESSAGEix-GLOBIOM GDP pathway.

The GCAM GDP for scenarios other than the reference scenario were calculated using the following formula:

$$GDP^{GCAM^*}(t) = GDP^{GCAM}(t) \left( 1 + \left( \frac{\%\Delta GDP^{MESSAGE}}{\%\Delta GDP^{MESSAGE}_{REF}}(t) \right) \right)$$

where, the reference scenario, ref is the Current Policies scenario. GDP is measured in a common currency using purchasing power parity, PPP. The marginal cost of emissions mitigation is measured as the price of CO2 or PCO2. GCAM used the MESSAGE model’s change in GDP to carbon price ratio, $\%\Delta GDP^{MESSAGE}_{REF}$ to calculate the change in GDP. The regional $\%\Delta GDP^{MESSAGE}_{CO2}(t)$ ratio was capped at the max world average (.000121). The GCAM 2065-2100 carbon price was capped at the 2060 level.
The IAMs used for the NGFS scenarios do not have detailed representation of economic sectors beyond energy and land-use. Therefore, the only trade variables reported relate to the four primary energy carriers biomass, coal, oil and gas in energetic terms (named Trade|Primary Energy|Coal|Volume and measured in EJ/year).

*Price*|Carbon denotes the economy-wide carbon price that is the main policy instrument in all scenarios (though additional sectoral policies are implemented in the “Current Policies” and “NDC” scenarios), and whose value is set so to reach the specified emission targets in the respective scenario. The general equilibrium models REMIND-MAgPIE and MESSAGEix-GLOBIOM recycle the revenues from carbon pricing via the general budget of each region. This cannot be done in the partial equilibrium model GCAM which, by design, does not have a representation of the whole economy.

**Fossil fuel markets**

The consumption of fossil primary energy is separated into Primary Energy|Coal, Primary Energy|Oil and Primary Energy|Gas. These three primary energy categories are aggregated into the category Primary energy|Fossil. Primary energy carriers can be used directly or converted to secondary fuels (electricity, gases or liquids, see below), and the use of primary energy carriers in the power sector is reported under Primary Energy|Coal|Electricity (similar for oil and gas). The generation of electricity can take place with or without capturing the CO2, which is reported separately Primary Energy|Coal|Electricity|w/ CCS and Primary Energy|Coal|Electricity|w/o CCS (similar for oil and gas).

The regional differences in production costs (based on exogenous assumptions on recoverable quantities and extraction costs) of primary energy carriers determine the future development of trade dynamics of primary energy carriers. Dynamics of energy trade are different between the models, for instance whether trade is simulated through a global pool or bilateral trade flows (see the model descriptions in Section 3.1.1 and www.iamcdocumentation.eu).

The long-term price dynamics of fossil primary energy in IAMs are the result of demand changes, resource depletion and development of exploration and exploitation technologies. Long-term prices of primary energy in the models are mainly determined by the marginal production costs of the resources being exploited. Prices are reported as indexed to the model-endogenous price of the year 2020, representing the multi-year average price of 2015-2020.

**Renewable and nuclear energy**

Primary energy production from renewable sources is separated into Primary Energy|Biomass and Primary Energy|non-biomass Renewables. Primary energy from biomass includes energy consumption of purpose-grown bioenergy crops, crop and forestry residue bioenergy, municipal solid waste bioenergy, traditional biomass. For biomass, as for fossil fuels, the use in the power sector and with and without CCS are reported separately under Primary Energy|Biomass|Electricity, Primary Energy|Biomass|Electricity|w/ CCS, and Primary Energy|Biomass|Electricity|w/o CCS.

Primary Energy|Non-Biomass Renewables includes the non-biomass renewable primary energy consumption, reported in direct equivalent (i.e. the electricity or heat generated by these technologies) and includes subcategories for hydroelectricity, wind electricity, geothermal electricity and heat, solar electricity, heat and hydrogen, ocean energy)

Renewable energy generation is determined by a combination of renewable resource potentials, the costs of renewable energy technologies and the system integration dynamics. Renewable resources vary in their quality and therefore the exploitation level determined the marginal costs of renewable energy technologies. The capital costs for renewable energy technologies are semi-exogenously assumed (MESSAGEix-GLOBIOM) or endogenously determined as result of learning dynamics (REMIND-MAgPIE, GCAM). The exact formulation and flexibility or system integration dynamics differ between models, but represent issues such as spinning reserves, flexible capacity, and load-adjustment (Pietzcker et al., 2017).
Nuclear energy is reported as Primary Energy|Nuclear. The accounting for both non-biomass renewables and nuclear energy used for power and heat generation is based on the direct equivalent method, implying that the reported primary energy numbers are identical to the generated electricity and heat (and so a duplication of the reporting in primary and secondary energy, required to be able to do comprehensive assessments on different levels). Shifting from fossil-based power generation to low-carbon fuels thus results in an apparent reduction of primary energy use, even when final and secondary energy consumption is kept constant.

Energy conversion

Primary energy carriers are converted into Secondary Energy|Electricity, Secondary Energy|Gases (all gaseous fuels including natural gas), Secondary Energy|Heat (centralised heat generation), Secondary Energy|Hydrogen, Secondary Energy|Liquids (total production of refined liquid fuels from all energy sources (incl. oil products, synthetic fossil fuels from gas and coal, biofuels)) and Secondary Energy|Solids (solid secondary energy carriers (e.g., briquettes, coke, wood chips, wood pellets).

Electricity and hydrogen can be generated from fossil technologies (Secondary Energy|Electricity|Fossil), renewable energy sources (Secondary Energy|Electricity|Non-Biomass Renewables) or nuclear energy (Secondary Energy|Electricity|Nuclear). Sufficient capacity must be installed to meet demand within the boundaries of the system configurations for the power system and other secondary energy system. The exact formulation of the system properties and boundary conditions differs between models. All models report installed capacities for the main conversion technologies (Capacity|Electricity), as well as their gross annual additions (Capacity Additions|Electricity).

Prices of different energy carriers like electricity are reported at the secondary level, i.e. for large scale consumers and include the effect of carbon prices (Prices|Secondary Level). Prices are reported in absolute terms, and indexed to the model-endogenous price of the year 2020, representing the multi-year average price of 2015-2020.

Energy investments

Investment numbers are available for various supply technologies, both in the power system for various (sub-)technologies (Investment|Energy Supply|Electricity|Technology), for liquids, heat and hydrogen transformations (Investment|Energy Supply|Liquids/Heat/Hydrogen|Technology), and for supply of fossil fuels (Investment|Energy Supply|Extraction|Source). The latter numbers represent total investments, including mining, shipping and ports for coal, upstream, Liquified Natural Gas (LNG) chain and transmission and distribution for gas, upstream, transport and refining for oil. On the demand side, there is only an estimated value of overall investments into energy efficiency (Investment|Energy Efficiency), estimated based on policy-induced demand reductions (McCollum et al., 2018).

Investments are reported both for native model numbers (“Investment”) and for the harmonized ex-post assessment based on (McCollum et al., 2018) under Diagnostics|Investment. In the latter case, investments are available for each time-period, but also averaged over multiple decades, 2016-2030 and 2016-2050.

To break down the total monetary investments, the dataset now includes both the physical capacity additions and the capital costs. Capacity additions are measured in GW/yr, the average annual addition of energy production/conversion capacity within the reported 5 or 10 year time period. This class of variables is available under Capacity Additions|Sector|Technology. Capital costs represent the overnight investment costs in USD/kW and are reported under Capical Costs|Sector|Technology

Energy end-use

Final energy use is the ultimate determinant of the scale of the energy system, and is at the end of the conversion route (Primary energy → Secondary energy → Final energy). Energy end-use dynamics also provide insight into technological or societal changes (e.g., greater use of electricity, shared mobility) that might influence the way that energy is used and the implications for the broader energy system.
At the highest level, final energy is split into three categories: buildings (representing both residential and commercial buildings), industry (representing the remaining stationary energy uses, so especially manufacturing and heavy industries), and transportation. At times, there can be some blurring in the distinction between these classes, depending, for example, on whether industrial buildings are classified in industry or buildings. Another issue is the treatment of on-site electricity generation, which can sometimes be accounted for by decreasing on-site energy demand and other times accounted for as an actual electricity generation source with a corresponding increase in final energy demand. These nuances have only a modest impact on results, however.

This release of the NGFS Scenario Data contains more detailed representation of sectoral outputs (in contrast to the first data release in June 2020). This includes main energy subsectors in the buildings sector: Residential and Commercial, but also the main energy functions: space cooling and space heating. For Transport, this includes a division into subsectors of Freight and Passenger, but also separating Road transport energy use and emissions. Industry subsector information is available for Cement, Chemicals, Non-Ferrous Metals, and Steel (see Table 2 for model coverage). However, the global IAMs with comprehensive coverage used here do no fully capture the existing capital stocks and technology diversity. Consequently, results on this level of end-use sectors are thus less precise than results on the supply side, and could be supplemented with results from detailed sector models for applications requiring a particularly detailed and precise representation.

Two primary classes of end use information are provided for this scenario assessment. One of these is the fuel mix into any sector. These are found in the variables beginning with Final Energy[Residential and Commercial], Final Energy[Industry], and Final Energy[Transportation]. The options for fuels include electricity, gaseous fuels, heat, hydrogen, liquid fuels, solids (biomass and coal), and other. These variables allow for consideration of electrification or the increased use of hydrogen or bioenergy, all of which are part of the energy transition associated with deep decarbonisation. Different sums are provided in this set of variables, for example, the sum of final energy across the different sectors for each of the fuels. To the extent that models include it, these variables do not include any increases or decrease in energy use due to a changing climate.

The other type of information is the prices of fuels to end users. The prices represent the prices after the energy has actually been transported one way or another to the particular end use, for example, through power lines or natural gas pipelines. In the current variable, we have included prices for residential building energy and for transportation energy. These are captured in the variables beginning with Price[Final Energy][Residential and Commercial][Residential] and Price[Final Energy][Transportation].

Ultimately, energy demands spring from the demands for actual services, from personal transportation to lighting and social media. The model versions used for this round of NGFS scenarios include energy services associated with passenger transportation and freight transportation (variables starting with Energy Service[Transportation]), and in the case of GCAM and REMIND-MAgPIE also a few additional variables for the industry sector (Production and Carbon Intensity[Production]).

Land use

Land use variables capture a broad range of different dynamics that are associated with agricultural production and with the overall utilisation of land. Land is initially divided into different categories with the variables starting with Land Cover. Several different types of land cover are included, including agricultural land and forests. These are further divided into different subcategories (e.g., energy crops or managed forests). These variables provide an indication of, for example, the land that is allocated to bioenergy crops in the context of climate mitigation or the forest land that may be added (afforestation) or removed for other uses (deforestation). A special variable for afforestation and deforestation is also provided (Land Cover[Forest][Afforestation and Reforestation]). While the categories of afforestation and reforestation are often considered independently, they are, in fact, very hard to distinguish in models operating at relatively aggregate special scales and are therefore combined into a single category.

Actual agricultural production does not scale precisely with the amount of land dedicated to crop production. This is because agricultural yields change over time due to technological change and also in response to policies that
might be included in scenarios. Yields are provided for cereal crops, oil crops, and sugar crops (variables starting with \texttt{Yield}) Agricultural production variables begin with \texttt{Agricultural Production}. Nitrogen and phosphorous use to support this production are included in the variables that begin with \texttt{Fertilizer Use}.

Agricultural products are produced to satisfy demands (which are based on the underlying socio-economic assumptions of SSP2), which need to scale with agricultural production and need to map to the different types of agricultural products. These demands overlap with one another. Categories include demand for crops (variables starting with \texttt{Agricultural Demand|Crops}) and the subcategories associated with energy crops (variables starting with \texttt{Agricultural Demand|Energy}), livestock (variables starting with \texttt{Agricultural Demand|Livestock}), and overall non-energy uses (variables starting with \texttt{Agricultural Demand|Non-Energy}). Actual food demands are given for crops in total and for livestock with variables starting with \texttt{Food Demand}.

Prices are given for agricultural products. These are internationally-traded prices, meaning that a single price is provided for every agricultural commodity. Because of accounting and measurement issues, absolute values can vary across models. For this reason, international price pathways for agricultural commodities are given in indices that can provide proportional increases or decreases over time. International agricultural prices are given by variables that begin with \texttt{Price|Agriculture}. Prices are provided for major cereal crops – corn, rice, soy, and wheat – along with livestock and overall indices for non-energy products (biomass prices are provided under the energy category).

Forestry products are also included in the variable list. These represent the roundwood used for industrial applications (e.g., buildings) or for wood fuel. These are captured with Forestry variables starting with \texttt{Forestry Demand|Roundwood}, and \texttt{Forestry Production|Roundwood}.

Climate impacts from extreme events or yield changes due to warming are not considered in the IAMs.

\textbf{Emissions}

Energy and land-use related activities release a variety of gases and particles that pollute ambient air and alter the Earth climate. These include long-lived greenhouse gases (i.e. \texttt{Emissions|CO2}, \texttt{Emissions|CH4}, \texttt{Emissions|N2O}, \texttt{Emissions|F-Gases}) as well as greenhouse gas precursors\(^2\) and air pollutants (i.e. \texttt{Emissions|NOx}, \texttt{Emissions|CO}, \texttt{Emissions|VOC}), including aerosols and their precursors (i.e. \texttt{Emissions|Sulfur}, \texttt{Emissions|NH3}, \texttt{Emissions|BC} and \texttt{Emissions|OC}).

IAMs account for all of these compounds but can differ in the way they treat them. Emissions from the energy and land-use sectors are usually modelled explicitly by multiplying activity levels by assumed emission factors (Rao et al., 2017). Some emissions like those released from waste-related activities are often modelled via time-dependent marginal abatement cost curves which estimate the costs associated with different emission reduction levels (Harmsen et al., 2019, p. 201; Lucas et al., 2007). Emissions of fluorinated gases (F-Gases) and biomass burning are taken from exogenous sources (Velders et al., 2015). F-Gases include \texttt{Emissions|HFC}, \texttt{Emissions|PFC} and \texttt{Emissions|SF6}.

The detailed representation of the energy and land-use sectors in IAMs allow emissions to be broken down by sector. For instance, CO\(_2\) emissions can be split into \texttt{Emissions|CO2|AFOLU} and \texttt{Emissions|CO2|Energy and Industrial Processes}. The latter can in turn be further split into \texttt{Emissions|CO2|Energy} and \texttt{Emissions|CO2|Industrial Processes}. CO\(_2\) emissions from the energy system are separated between \texttt{Emissions|CO2|Energy|Supply} and \texttt{Emissions|CO2|Energy|Demand}. Sectoral disaggregation in IAM differs from sectoral definitions typically used in national statistical accounts.

\(^2\) Emissions of NO\(_x\), CO and VOC react in the atmosphere and yield tropospheric O\(_3\), a greenhouse gas.
Emissions are reported with different units. For example, CO₂ emissions are reported in Mt CO₂/yr while CH₄ and N₂O emissions are reported in Mt CH₄/yr and kt N₂O/yr respectively. Non-CO₂ greenhouse gas emissions can be calculated in CO₂-equivalent units by multiplying them by their respective global warming potential.

From a policy perspective, it is important to keep track of the emissions of the six greenhouse gases (i.e. CO₂, CH₄, N₂O, HFC, PFC, SF₆) included in the Kyoto Protocol (i.e. EmissionsKyoto Gases). These are provided in Mt CO₂-equivalent/yr using the global warming potentials from the IPCC Fifth Assessment Report (Edenhofer et al., 2014).

In policy scenarios, carbon prices (PriceCarbon, see Economic information section for more details) are applied to all Kyoto basket greenhouse gases (i.e. CO₂, CH₄, N₂O and F-Gases). Policies on greenhouse gas precursors and air pollutants follow SSP2 assumptions (Rao et al., 2017). In the SSP2 scenario, air pollution is assumed to decrease over time due to increasingly stringent air pollution control policies (e.g. implementation of the EURO6 standard for road transport).

The engineering of carbon flows offers a complementary option to mitigate climate change, allowing either to drastically reduce carbon emissions from fossil fuel technologies, or to even remove CO₂ from the atmosphere (i.e. carbon dioxide removal (CDR) technologies). The models consider and report two broad technology classes: land-based sequestration (Carbon SequestrationLand Use) and Carbon Capture and Sequestration (CCS) (Carbon sequestrationCCS). The former class consists exclusively of CDR techniques like afforestation and reforestation (Carbon SequestrationLand UseAfforestation), i.e. planting trees to store atmospheric carbon in them. The latter includes all technologies that capture CO₂ from flue gases and storing it safely underground in suitable geologic formations. These technologies are divided into any energy transformation technology fitted with CCS (Carbon sequestrationCCSFossil), bioenergy with CCS, also known as BECCS, (Carbon sequestrationCCSBiomass) and industrial activities using CCS (Carbon sequestrationCCSIndustrial Processes). Importantly, BECCS and some industrial processes fitted with CCS (e.g bio-plastics) can also remove carbon from the atmosphere. Other CDR technologies such as direct air capture with CCS (DACCs) are not included in this release.

Climate

Global climate outcomes of the scenarios have been estimated with the reduced complexity carbon-cycle and climate Model for the Assessment of Greenhouse-gas Induced Climate Change (MAGICC) (M. Meinshausen et al., 2011). The model simulates the change in global mean temperature given a specified evolution of climate-relevant emissions. These emissions include all greenhouse gases (carbon dioxide, methane, nitrous-oxide, and fluorinated gases) as well as aerosols and aerosol precursors like black carbon, organic carbon or sulfur dioxide, and are provided by the IAMs. Scenarios are assessed in a probabilistic setup as used in the Special Report on Global Warming of 1.5°C of the Intergovernmental Panel on Climate Change (IPCC) (IPCC, 2018a; Rogelj, Shindell, et al., 2018) which in turn was consistent with the climate assessment in the IPCC’s Fifth Assessment Report (L. Clarke et al., 2014). This ensures backward comparability of the climate outcomes with the latest IPCC reports and assessments. For each scenario, each IAM is run 600 times, each with an alternative set of model parameters in a way such that a range of responses consistent with the latest climate sensitivity assessment of the IPCC (IPCC, 2013) is captured (Malte Meinshausen et al., 2009; Rogelj et al., 2014). This probabilistic approach enables reporting information beyond an average response only, and allows to understand risks of warming at the higher end of current scientific understanding. For instance, projected temperatures at various percentiles of climate response are reported (5th, 10th, 25th, 33rd, 50th, 67th, 75th, 90th, and 95th) (e.g. DiagnosticsTemperatureGlobal MeanMAG ICC6P90). In addition, also the probability of exceeding various temperature thresholds over time is provided for values from 1.0°C to 4.0°C with half-degree intervals (e.g. DiagnosticsTemperatureExceedance Probability1.5 degCMAGICC6). The setup clearly highlights the possibility and range of future changes in global mean temperature projections as scientific understanding progresses.

Variables reported by the REMIND-MAGPIE version with integrated damages are listed in section 3.2.3.
3.1.4. Downscaling

This section describes the algorithm used to downscale IAMs results to the country level. The original downscaling tool aims at providing a range of pathways at the country level based on different criteria, in order to explore the feasibility space of low-carbon scenarios. However, for the application to the NGFS scenarios, we have developed a single pathway for each country that is consistent with the philosophy of the underlying scenario.

Figure 7: Conceptual framework for downscaling energy variables to the country level

Downscaling framework and data framework

As a general principle, the downscaling tool provides results based on two types of information: 1) regionally aggregated benchmarks from IAMs and 2) observed historical energy data at the country level. In the short-term, downscaled results should be in line with observed data at the country level. In the long-term, energy variables converge towards the regional IAM results and could significantly deviate from the historical data. The downscaling methodology is thus based on two pathways:

- “Short term projections” are based on extrapolation of historic trends;
- “Long term IAM benchmarks” are based on regionally aggregated IAM results.

We harmonise both these pathways so that the sum of country level results within a region coincides with the regional IAM results, where large countries will undertake the biggest adjustments required to match the regional data. Then we create a linear interpolation to converge from the “short term trends” pathway to the “long-term IAM benchmark” pathway between 2010 and a future “time of convergence” (tc). We assume different times of convergence between the short-term to long term projections, based on the type of scenario:

- Net zero 2050 and Divergent Net Zero: fast convergence
- Well-below 2°C, Nationally Determined Contributions (NDCs), Current Policies: medium convergence
- Disorderly Transition: slow convergence

The definition of slow, medium and fast convergence, differs depending on the type of variables:
<table>
<thead>
<tr>
<th>Timing of Convergence (tc)</th>
<th>Final Energy Variables</th>
<th>Primary Energy Variables</th>
</tr>
</thead>
<tbody>
<tr>
<td>Slow</td>
<td>2100</td>
<td>2200</td>
</tr>
<tr>
<td>Medium</td>
<td>2150</td>
<td>2250</td>
</tr>
<tr>
<td>Fast</td>
<td>2200</td>
<td>2300</td>
</tr>
</tbody>
</table>

For the downscaling of sectoral final energy demand, total and by energy carriers, we start by decomposing total final energy demand by using a Kaya Identity approach:

\[ F_{EN,c,t} = \frac{F_{EN,c,t}}{GDP_{c,t}} \times \frac{GDP_{c,t}}{POP_{c,t}} \]

While GDP and population (POP) projections at the country level are taken from SSP2, the evolution of total energy intensity is assumed to be a linear log-log function with GDP per capita. Parameters of this functional form are estimated from 1) historical data at the country level (short-term IAM benchmark”) or 2) future regional energy intensity based on IAM results (long-term projections). We harmonise the intercept to replicate observed data at the base year and harmonise both short-term and long-term projections so that the sum of country level results coincide with regional IAM results. In a second step, we split (the previously downscaled) overall energy demand into different fuels (liquids, solids, gases, heat, hydrogen and electricity) within each final energy sector and harmonize the results to match the output of the IAM scenarios at the regional level.

For the electricity sector, we use additional criteria on top of historical data such as: economic lifetime, governance and potential for renewable energy sources (represented as supply cost curves). Specifically:

- Electricity generation can be downscaled based on the remaining economic lifetime criteria of currently operational power plants at the country level, as well as planned capacity additions. We aim to minimize the amount of future stranded assets and avoid carbon locks-in. We use data from the PLATTS database to calculate the remaining technical lifetime of operational power plants in each country, based on the expected retirement date (for each individual plant). Based on this, we calculate installed capacity at the country level from the base year until the end of the century.

- Governance indicators are available at the country level for different SSPs (Andrijevic et al. 2019) and can be used as proxy for downscaling critical technologies such as nuclear power plants.

- Supply cost curves are used to allocate electricity generation based on cost minimisation and available potential (Gernaat et al 2021). We use this approach to allocate renewable energy across countries based on a ranking of country by renewable production cost and allocate renewables based on the associated potential at the country level. First we calculate the renewable cost associated with the regional production data from the IAMs, in each time period. Then, we allocate the regional production across all countries based on supply cost curves above. Finally, we harmonize the results (in a proportional manner) to make sure that the sum of country level results coincides with regional IAMs results.

We assume a weight for each criterion and calculate the short-term projections as a weighted average across these criteria (see details in Sferra et al, 2021). We harmonise the results proportionally to match regional IAM data for each fuel.

We calculate primary energy at the country level by multiplying secondary energy results (electricity, liquids and solids production) using a conversion rate. We use the same secondary-to-primary conversion rate as in regional IAMs results.
We compute total CO2 emissions from energy by applying emission factors to the total primary energy results by fuel. We adjust the carbon emissions and primary energy mix based on current NDC (Nationally Determined Contributions) and the mid-century targets. Those targets are introduced as soft constraints, as country-level policies might not be fully consistent with underlying IAMs results, depending on the scenario. In other words, we assume that countries will try to reach their domestic targets, although these might be only partially achieved as they could be overruled by the regional constraints (depending on regional policies considered by a given model/scenario).

We introduce policies in three steps:

- First, we compute total greenhouse gas emissions as the sum of total CO2 emissions, LULUCF (Land Use, Land Use Change and Forestry) emissions and total non-CO2 gases based on IPCC AR4 Global Warming Potentials. LULUCF and non-CO2 emissions are downscaled based on Gidden et al 2019, following the steps below:

  1. Categorise top-level emissions for the gases CO2, N2O, CH4 and F-Gases from the models to the sectors: Energy, IPU, AFOLU and Other. Since the sum of emissions across sectors does not always add up to total Emissions for a given gas (e.g. Emissions|CO2 is usually larger than the sum of Emissions|CO2|{Energy,AFOLU,Industrial Processes, other), the other sector has been recomputed accordingly.
  2. Split AFOLU into Agriculture and LULUCF based on average share in FAO for the regions in the macro region over the latest 6 years.
  3. Harmonise to PRIMAP 2019 with base year 2017 using aneris (Gidden et al 2018). LULUCF historic data is based on FAO data. Whenever PRIMAP/FAO do not report historic data for a country, the emissions are assumed to be zero.
  4. The GDP values have been rescaled to sum up to the model-reported GDP values, before the downscaling.
  5. For each sector/gas combination the emissions are downscaled using intensity_convergence/IPAT for the Energy, IPU and Other sectors, for AFOLU, Agriculture and LULUCF a base year pattern is used instead.
  6. Note: Due to lack of historical data for LULUCF CH4 and N2O emissions for the countries in GCAM5.3_NGFS|European Free Trade Association, these emissions have just been disaggregated by using GDP as a proxy variable. The same applies to F-Gases in GCAM5.3_NGFS|South Asia region.

- Secondly, we calculate the gap between current total greenhouse gas emissions (without policies) and the emissions targets. Then we distribute those emissions targets (for 2030 and 2050) to yearly emissions targets for all time periods (starting from 2015), assuming that they will gradually tighten over time, based on a linear interpolation.

- Thirdly, we assume that countries can fill the emissions gap by either increasing BECCS or by replacing fossil fuels with renewables. We assume that countries will try to fill 50% of the emissions gap by increasing BECCS. However, the amount of BECCS largely depends on the type of scenario (e.g. BECCS technologies are usually not deployed under a current policy scenario) and by biomass availability. As a result, it might not be possible to meet 50% of the emission gap by increasing BECCS. Therefore, we assume that the remaining emission gap (50% or more) will be met by replacing fossil fuels with renewables. In this context we adjust all the primary and secondary energy variables, but do not update the final energy variables (which might introduce some inconsistencies if large policy adjustments are made).

Scenario data

Several basic quantitative elements for the SSPs are available at the country-level, including Population (Samir KC et al 2017), GDP (Dellink et al 2017, Crespo 2017, Leimbach et al 2017), and governance indicators (Andrijevic et al. 2019). The GDP and population data refer to baseline scenarios (absent of climate policies) and are available in the SSP online database, whereas the governance indicators are available on a github repository. We use those country-level scenario data as inputs to the downscaling tool.
Historical data and energy potential

We use historical data to initialise the country-level variables at the base year. The IEA Energy Balances 2019 provides energy-related historical data for 183 countries and regional aggregates. In addition, we use the PLATTS database that contains power plants information around the world (including operational, planned and plants under construction). Regarding maximum renewables energy potential availability, we rely on supply-cost curves based on the project ISIMIP (Inter-Sectoral Impact Model Intercomparison Project) (Gernaat et al 2021).

Calculation of useful energy from downscaled final energy

To better reflect reality, we assume that GDP result from the combination of labour, capital and energy. Final energy levels estimated with the downscaling algorithm cannot be considered as a direct input to GDP formation. What matters is the actual level of energy service (e.g. passenger-km, tonne-km) which can be satisfied by various technologies with different energy efficiency and carbon intensity. The energy associated with levels of energy services is called useful energy. To ensure that the levels of energy services (and not those of final energy) enter the production function of the NiGEM model, we estimated useful energy from the downscaled final energy levels generated by IAMs by assuming energy efficiencies for different sectors and fuels (see below).

Table 4. Final energy to useful energy conversion factors for different sectors and fuels.

<table>
<thead>
<tr>
<th>Sector</th>
<th>Fuel</th>
<th>Conversion factor</th>
</tr>
</thead>
<tbody>
<tr>
<td>Buildings</td>
<td>Electricity</td>
<td>1.5</td>
</tr>
<tr>
<td>Buildings</td>
<td>Gases</td>
<td>1.05</td>
</tr>
<tr>
<td>Buildings</td>
<td>Heat</td>
<td>1.1</td>
</tr>
<tr>
<td>Buildings</td>
<td>Liquids</td>
<td>1</td>
</tr>
<tr>
<td>Buildings</td>
<td>Solids</td>
<td>0.9</td>
</tr>
<tr>
<td>Industry</td>
<td>Electricity</td>
<td>1.2</td>
</tr>
<tr>
<td>Industry</td>
<td>Gases</td>
<td>1.05</td>
</tr>
<tr>
<td>Industry</td>
<td>Heat</td>
<td>1.1</td>
</tr>
<tr>
<td>Industry</td>
<td>Hydrogen</td>
<td>1.1</td>
</tr>
<tr>
<td>Industry</td>
<td>Liquids</td>
<td>1.0</td>
</tr>
<tr>
<td>Industry</td>
<td>Solids</td>
<td>0.9</td>
</tr>
<tr>
<td>Transportation</td>
<td>Electricity</td>
<td>2</td>
</tr>
<tr>
<td>Transportation</td>
<td>Gases</td>
<td>1.05</td>
</tr>
<tr>
<td>Transportation</td>
<td>Hydrogen</td>
<td>1.5</td>
</tr>
<tr>
<td>Transportation</td>
<td>Liquids</td>
<td>1</td>
</tr>
<tr>
<td>Transportation</td>
<td>Solids</td>
<td>0.8</td>
</tr>
</tbody>
</table>
For each downscaled final energy variable, we applied the conversion factors listed in Table 4 and sum them up in to a new variable called Useful energy.

The R script developed and used to compute useful energy is accessible at this URL: gitlab.pik-potsdam.de/xxx

3.2. Economic impact estimates from physical risks

3.2.1. Macro-economic damage estimates

Future macro-economic impacts from physical climate change are typically calculated based on damage functions, i.e. relationships quantifying the effect of a change in global mean temperature on economic output. While traditional damage functions have relied on bottom-up estimations, quantifying damages in different impact sectors like agriculture or health, recent efforts have focused on top-down econometric estimates of the relationship between aggregate economic output changes and changes in regional temperatures. This is an active research area with very large uncertainties. In particular, it remains an open question if the damages affect the level or the growth rate of output.

For the NGFS scenarios we use the results of a recent, state-of-the-art econometric estimate by Kalkuhl & Wenz (2020) to calculate country-level macroeconomic losses. In the following we briefly describe their empirical approach, for details please see the paper. It is based on a conceptual Ramsey-type growth framework focusing on aggregate productivity effects \( \Theta(T) \) and labor productivity \( g_L(T) \) where \( T \) is the global mean temperature change and \( g_A := \frac{d \ln A}{dt} \). The effect of warming on per capita growth \( g_y \) can be decomposed into three components:

\[
g_y = \frac{\Theta'(T)}{\Theta(T)} T + \Phi \left( \frac{Y}{K} - \delta - g_L - g_A(T) \right) + g_A(T)
\]

with \( s = \) savings rate, \( \delta = \) capital depreciation rate, \( g_L = \) growth rate of labor. The first term represents the immediate (short-run) climate effect on the level of productivity, the second term a transitory effect on the growth rate converging to long-run growth of the economy, and the final term the long-term balanced growth path effect.

Based on this framework, Kalkuhl & Wenz use an annual panel approach and specify a regression model linking temperature change and per capita output growth rate as

\[
g_{i,t} = \alpha(T_{i,t} - T_{i,t-1}) + \beta T_{i,t} (T_{i,t} - T_{i,t-1}) + \gamma_1 T_{i,t} + \gamma_2 T_{i,t}^2 + p_i(t) + \delta_i + \mu_t + \epsilon_{i,t}
\]

with \( p_i(t) \) controls for slow-moving regional changes affecting growth (like technological or institutional change), \( \delta_i \) and \( \mu_t \) are country- and year-fixed effects. The regression is done on subnational level (administrative regions), using data from 1900-2014. The coefficients \( \alpha \) and \( \beta \) capture immediate effects of weather shocks, while \( \gamma_1 \) and \( \gamma_2 \) capture transitory and long-run growth effects, in line with the different terms in the conceptual model. Note that the approach used in the study by Burke et al. (2015) only captures the latter part. The empirical analysis finds strong evidence for immediate productivity effects, but not significant evidence for permanent long-run growth reductions. The preferred model based on various experiments with lag structures, which we use for the calculation of future changes in the per capita growth rate, is given by

\[
\delta_{i,t} = 0.00641(T_{i,t} - T_{i,t-1}) + 0.00345(T_{i,t-1} - T_{i,t-2}) - 0.00197(T_{i,t-1} - T_{i,t-2})
\]

Note that these effects capture productivity impacts (labor and land productivity, capital depreciation) related to changes in annual temperature. Therefore, non-market effects as well as effects from extreme events, sea-level rise or indirectly related societal dynamics like migration or conflicts are not included in
**those estimates.** Damages are calculated in post-processing using the probabilistic global mean temperature change data from the MAGICC post-processing of the emission pathways of the transition scenarios, thereby reflecting the climate uncertainty. The change in per capita growth rate given by the previous equation is taken into account calculating a projection of country-level per capita output under climate change following

\[
y_{c,t}^{\text{clim}} = y_{c,t-1}^{\text{clim}} (1 + g_{c,t} + \delta_{c,t})
\]

where \(g_{c,t}\) is the unperturbed growth rate in a given country obtained from the downscaled IAM GDP projections and \(\delta_{c,t}\) is the perturbation calculated with the previous equation, depending on country-level temperature changes. Note that this approach calculates damages compared to present-day conditions, i.e. it starts with present day GDP, assuming that this already incorporates the effects of past temperature increases. As the damages are cumulative, this underestimates the overall losses. Furthermore, losses are underestimated due to the lack of dynamic effects GDP changes would have, e.g. through the savings rate or capital accumulation.

Results are provided as annual, country-level output change in %, with losses reported as negative values.

Note that the effects of these physical risks are not reflected in the GDP data available for the transition scenarios, they are pure diagnostic variables at this stage. They are reported, for example, as Diagnostic|GDP change| KW panel population-weighted | GMT MED.

### 3.2.2. Temperature downscaling

The global mean temperature pathways provided by the MAGICC postprocessing have to be downscaled to country-level for the calculation of country-level macroeconomic damages as described in the previous section. For this we use a statistical downscaling approach based on the multi-model climate data set from Phase 5 of the Coupled Model Intercomparison Project of global climate models (CMIP5, [https://esgf-node.llnl.gov/search/cmip5/]). This is aligned with the physical risk data from ISIMIP2b which are also based on CMIP5 climate projections.

The country-level mean temperature (in absolute terms) is calculated as

\[
T_{c,t} = \bar{T}_{c,2005} + \kappa_{c,t} (T_t - T_{2005}) \text{ with the scaling factor } \kappa_{c,t} = \frac{T_{c,t} - \bar{T}_{c,2005}}{T_{t} - T_{2005}}.
\]

Here, \(T_t\) is the global mean temperature change from the transition scenario as calculated with MAGICC, \(\bar{T}_{c,2005}\) is the observed 2005 mean temperature of a country calculated from the University of Delaware Air Temperature and Precipitation v4.01 data set ([https://psl.noaa.gov/data/gridded/data.UDel_AirT_Precip.html]). The scaling factor \(\kappa_{c,t}\) is calculated based on gridded mean temperature anomaly data from CMIP5 (where \(\bar{T}_{c,t}\) is for a given region and \(\bar{T}_t\) is the global value. Gridded data are aggregated to the country level using population weights based on SSP2 population data.

### 3.2.3. Scenarios with integrated transition and physical risks

Ideally, transition and physical risks should be modelled together in an integrated framework, to capture feedback effects properly. With the REMIND-MAgPIE model we provide an additional set of such integrated scenarios for the NGFS framework, integrating climate damages based on the empirical specification by Kalkuhl & Wenz (2020) into the transition scenarios directly, while the default scenarios with REMIND-MAgPIE and the other two IAMs do not include damages internally. In the following we briefly describe the approach and resulting output. Details of the approach can be found in Schultes et al. (2020).
The approach is shown in the figure above. It captures both the effects of a temperature target through the guardrail tax and the effects of damages occurring below that target through the associated social costs of carbon. The solution is obtained through an iterative approach, where the emissions calculated in the REMIND model are passed to MAGICC for calculation of global mean temperature change, which is then downscaled to regional temperature. A coupled damage module calculates regional damages based on the approach by Kalkuhl & Wenz (2020) and associated social costs of carbon. This social cost of carbon is internalized in the next iteration of the REMIND model as a component of the carbon tax. Damages reduce regional GDP which in turn affects capital accumulation and savings dynamics. Therefore, direct damages calculated purely from the temperature change are lower than the GDP difference comparing the net GDP path from a growth model with damages with the gross GDP path without damages.

To capture the effect of climate uncertainty, we select MAGICC6 configurations at the median and 95th percentile of the temperature distribution in 2100 from a probabilistic run with 500 outcomes for an RCP2.6 emissions scenario. Note that the MAGICC6 version used in the REMIND-MAgPIE framework is different from the version used to postprocess IAM results, therefore we do provide the internal global temperature pathway for the integrated runs as well.

Results of the integrated runs are reported under the model names REMIND-MAgPIE 2.1-4.2 Integrated Damage GMT-MED and REMIND-MAgPIE 2.1-4.2 Integrated Damage GMT-P95.

The Current Policy scenario with integrated physical risks captures the GDP effect of damages but does not internalize them for a policy response. The other scenarios combine social costs of carbon and guardrail taxes as outlined above. We report the macroeconomic damage (Macro-economic Climate Damage|GDP Change) and the total change (Policy Cost and Macro-Economic Climate Damage|GDP Change) both in absolute values.

To obtain country-level damages for integrated runs we use a pattern-scaling approach, distributing the regional GDP losses obtained as the difference between GDP pathways from scenarios with damage and scenarios without damages to countries using country damages from post-processed runs as weights. Note again that in contrast to the purely post-processed GDP changes the losses here comprise direct and dynamic effects.

Finally, we provide the GDP net of policy costs and macro-economic damages on country level based on a decomposition analysis: $Y_{t,c}^{\text{net}} = Y_{t,c}^{\text{gross}} - mC_{t,c} - D_{c,t}$, where $Y_{t,c}^{\text{gross}}$ is the downscaled GDP of the integrated Current Policy scenario, $mC_{t,c}$ is the country-level mitigation cost obtained as the difference between country-level GDP from scenarios with policy and the Current Policy scenario, and $D_{c,t}$ is the country-level macro-economic damage obtained as described above. The country-level variables are provided as "Diagnostics|Macro-Economic Climate Damage|GDP Change", "Diagnostics|Macro-Economic Climate Damage|GDP Change %", "Diagnostics|GDP|PPP" and "Diagnostics|Policy Cost and Macro-Economic Climate Damage|GDP Change".
Figure 8 Summary of the different scenarios and output provided from the REMIND-MAgPIE model.

3.3. Short-term macro-economic effects (NiGEM):

3.3.1. Overview of model and approach

NiGEM is the leading global macroeconomic model, used by both policymakers and private sector organisations across the globe for economic forecasting, scenario building and stress testing. It consists of individual country models for the major economies, which are linked together through trade in goods and services and integrated capital markets.

The National Institute Global Econometric Model represents a closed world, where outflows from one country or region are matched by inflows into other countries and regions. NiGEM is an Econometric model, in that key behavioural equations are econometrically estimated using historical data. This ensures that the dynamics and key elasticities of the model fit the main characteristics of individual country data. NiGEM is a quarterly model, which allows for more comprehensive dynamic specifications compared to models that rely on annual data and reduces problems that may be encountered with identification and convergence.

From a theoretical perspective, NiGEM can be classed among global general equilibrium macroeconomic models, which are fundamentally grounded in Walrasian general equilibrium theory. It therefore strikes a balance between theoretical underpinnings that guide economies towards long-run market clearing equilibria, and data-driven individual country characteristics that fit the main characteristics of real-world data outturns.

NiGEM consists of individual country models for the major economies, which are linked together through trade in goods and services and integrated capital markets. For example, in NiGEM, a slowdown in China, associated with lower imports, would impact the United States and other countries through the effect of lower exports to China and associated shifts in asset prices. The overall impact would depend on both the underlying source of the shock in China and the policy response in China and other countries.
Based on a broadly New Keynesian structure with many of the characteristics of DSGE models, individual country models are grounded in textbook macroeconomic foundations, with features such as sticky prices, rational or model-consistent expectations, endogenous monetary policy based on a Taylor rule or other standard specifications, and long-run fiscal solvency. The structure of NiGEM is designed to correspond to macroeconomic policy needs. Country models are built around the national income identity, and contain the determinants of domestic demand, trade volumes, prices, current accounts and asset holdings. They also incorporate a well-specified supply-side, which underpins the sustainable growth rate of each economy in the medium term.

A key feature of the model is its flexibility, which allows users to define the scenario space, including policy regimes, expectation formation by consumers, firms, wage setters or financial markets, and other assumptions and judgements. Financial markets are normally assumed to look forward and consumers are normally assumed to be myopic but react to changes in their (forward looking) financial wealth. However, these default settings can be modified. Monetary policy is set according to rules, with default parameters calibrated for individual countries. These feedback rules can also be changed, and their parameters adjusted. Hence, to describe the results of a given scenario, rather than using a phrase such as ‘the NiGEM simulation results suggest…’ a better description would be ‘under these assumptions, the NiGEM simulation results suggest…’. For the purpose of the NGFS scenarios, default settings were used unless where otherwise indicated below.
Fiscal policy options in NiGEM

Full country models include a well-specified government sector, where the fiscal deficit flows onto the stock of government debt. Barrell and Sefton (1996) demonstrate that the existence of an equilibrium in a forward-looking model requires that debt stocks do not explode. This requires a fiscal solvency rule, to ensure that the deficit and debt stock return to sustainable levels.

The default fiscal solvency rule is introduced through the income tax rate, so that a deviation of the deficit or debt stock from their specified targets (budget or debt) initiates an endogenous shift in the tax rate. This pulls the deficit and debt stock back towards targeted sustainable levels.

The implementation of a carbon tax increases public revenue. The options for recycling the budget surplus, including the additional revenue from a carbon tax are the following:

- Default rule forces an income tax adjustment, boosting or reducing private consumption.
- Revenue is used to pay down debt where the fiscal balance is allowed to rise permanently, with a lower level of government debt.
- Revenue is channelled back via government investment, raising potential output in the long run.
- Corporate tax cut, stimulates private investment.

Monetary policy options in NiGEM

Policy rules for interest rates and the government sector are essential for the operation of a coherent model of the economy. The monetary policy authority in the model operates predominantly through the setting of the short-term nominal interest rate. This is done with reference to simple policy feedback rules that depend on targets such as inflation, the output gap, the price level, and nominal output. The interest rate reaction function responds to “gaps” between observed and targeted values of inflation, etc. The target values are set to the baseline values of the relevant variable, so that a shock that delivers a deviation in GDP, inflation or the price level from baseline values will initiate an endogenous reaction in interest rates, depending on the rule selected.
The default rule in NiGEM follows a ‘two-pillar’ strategy, targeting a combination of inflation and a nominal aggregate. Alternative interest rate rules are available in NiGEM, but mainly impact the dynamics rather than long-run path.

**Exchange rate options in NiGEM**

Bilateral exchange rates against the US$ are modelled for all countries and regional blocks within NiGEM. For regional blocks, exchange rates represent a weighted average of exchange rates against the US$ for countries in the block. Each country can be assigned a floating or fixed exchange rate regime. Floating exchange rates are driven by interest rate differentials relative to the US. Fixed exchange rate options include EMU membership for European countries, or shadowing the US$, euro or a basket of currencies. For global consistency in financial markets, all countries and regional blocks follow the same exchange rate solution. The NGFS transition scenarios were all run using floating exchange rates.


https://nimodel.niesr.ac.uk/public/articlesintro.pdf

**3.3.2. Translation of scenario description to NIGEM and input assumption of NIGEM**

Country level data (or country aggregates, whenever country level disaggregation is not present) for GDP, population, primary energy consumption by fuel type, “useful energy” and carbon taxes from each IAM model is used as an input into the NiGEM scenarios. Before applying climate related shocks in NiGEM, base matching with each IAM model is ensured by applying growth projections for GDP, population, and primary energy consumption by fuel type based on current policy from each IAM into NiGEM.

Both the integrated assessment models and NiGEM produce endogenous GDP estimates (though the GCAM GDP estimate is based on the endogeneous carbon price response, see section 3.1.3 above). NiGEM estimates of short-term GDP utilize integrated assessment model long-term reference GDP trajectories from the three IAMs as a point of departure. The IAMs’ reference scenario GDP pathway is a counterfactual long-term asymptotic GDP pathway that would emerge in the absence of either physical or transition shocks. NiGEM replicates the long-term, reference GDP pathways produced by the three IAMs, as well as the associated population and primary energy consumption pathways.

Once corresponding bases are created, the differences from base for primary energy consumption by fuel type, “useful energy” (see description at the end of section 3.1.4 Downscaling) and carbon taxes are introduced as shocks into NiGEM. When running a shock in NiGEM it is important to take into consideration assumptions concerning policy responses and expectation formation. The chart and a table below illustrate steps needed for climate data to be translated into the outputs from the macroeconomic model.
Climate scenarios within NiGEM can be broadly categorised into physical and transition events.

While the effects of physical and transition shocks alongside policy decisions are contemporaneous, the scenarios in NiGEM can be run in a “stacked” manner, where each scenario uses the information provided by the previous scenario as its starting point. This allows for decomposition of shocks and their effects.

Due to the interconnected nature of the model, all shocks in the stack will propagate throughout all sections of the economy, mitigated by trade and policy environment chosen.

**Physical scenario**

The damage functions (see section 3.2) provide a unique GDP damage for each temperature profile in the various scenarios under consideration. In NiGEM, physical damages are modelled as both demand and supply (where the productive capacity of an economy is affected) shocks. The combination of these shocks must mimic the GDP effects supplied by the damage functions. Depending on scenarios, two different percentiles of temperature profile are used: orderly and disorderly transition scenarios use damages corresponding to the expected temperature profile, whereas hot house world scenarios use damages corresponding to the P95 temperature profile to account for tail physical risks.

**Physical scenario policy environment**
- Adaptive expectations.
- Interest rates and exchange rates are fixed.
- Fiscal solvency is on.
- Energy sector is exogenous.

As the physical shocks are intended to form part of a climate narrative with the transition shocks, policies were chosen to isolate the physical effects from the transition. The physical shocks were based on calibration to a target GDP damage rather than determining the GDP damage directly within NiGEM (as in the transition shocks) so linkages within the model were reduced to their minimum trade links to ensure a more direct coherence between the productivity shock used in the PIK methodology and the equivalent NiGEM shocks used for calibration. In addition, with the exception of current policies, all energy effects are captured by the transition shock so the energy sector is set exogenous to prevent double-counting.

**Transition scenario inputs**

It consists of:

- Change in energy consumption and emissions under each scenario.
- Change in “useful energy” (efficiencies) (see description at the end of section 3.1.4 Downscaling)
- Carbon pricing.

**Transition scenario channels**

The shocks are primarily focused in three areas:

1. Prices
   - Carbon pricing will raise the price of energy, having an inflationary effect. This in turn will reduce energy used in the economy, reducing production (without any additional efficiency gains)
   - The reduction in fossil fuel usage due to carbon pricing will lead to a reduction in global (pre-tax) fossil fuel prices leading to a deflationary effect.
2. Taxation
   - Carbon pricing will impose an additional tax on the economy, acting as a fiscal tightening through a similar channel to VAT, leading to an inflationary effect.
   - Increased costs of production will reduce profit, restricting investment.
   - Carbon tax revenue will have budgetary effects. How this additional revenue is used will have a significant impact on the overall macroeconomic impacts of a carbon tax.
3. Demand
- Fossil fuel exporters will be directly affected by their terms of trade loss, driven by both the decline in the volume of demand for fossil fuels and the decline in global pre-tax fossil fuel prices.

**Transition scenario policy environment**

- Rational expectations
- Default NiGEM monetary policy options for all countries
- Carbon tax revenue options, depending on scenarios
  a. Income tax is cut, boosting private consumption.
  b. Channeled back into economy via government investment, raising potential output in the long run.
- Energy sector endogenous
  o prices.

**Transition scenario IAM linkages**
**Table 5 Differences between scenarios**

<table>
<thead>
<tr>
<th>NGFS scenario</th>
<th>Physical</th>
<th>Transition</th>
<th>Fiscal rule and notes</th>
</tr>
</thead>
</table>
| Current policies | The P95 temperature profile is used for the GDP damage target | None | Fiscal rule: N/A  
Note: With only physical damage considered, the energy sector is endogenous for the physical shock. |
| NDC             | The P95 temperature profile is used for the GDP damage target | Current Nationally Determined Contributions  
- Limited carbon pricing | Fiscal rule: Income tax is cut, boosting private consumption. |
| Net Zero 2050   | Expected temperature profile is used for GDP damage target |  
- Global carbon pricing  
- Energy mix changes  
- Energy efficiencies | Fiscal rule: Carbon tax revenues channeled back via government investment. |
| Below 2°C       | Expected temperature profile is used for GDP damage target |  
- Global carbon pricing  
- Energy mix changes  
- Energy efficiencies | Fiscal rule: Income tax is cut, boosting private consumption. |
| Divergent Net Zero | Expected temperature profile is used for GDP damage target |  
- Global carbon pricing  
- Energy mix changes  
- Energy efficiencies | Fiscal rule: Income tax is cut, boosting private consumption.  
Note: Additional negative shock to business confidence |
| Delayed transition | Expected temperature profile is used for GDP damage target |  
- Global carbon pricing  
- Energy mix changes  
- Energy efficiencies | Fiscal rule: Income tax is cut, boosting private consumption.  
Note: Additional negative shock to business confidence |

NiGEM output variables are the following:

**General economic outputs**
• Gross domestic product (GDP)
• Consumption, investment, government expenditure
• Technological innovation and capital productivity
• Unemployment rate
• Corporate profits, household income
• International trade flows
• Gross domestic income
• Trend capacity
• Energy prices and consumption

Specific economic outputs in the context of financial risk analysis

• Consumer price inflation
• Energy and commodity prices
• Interest rates
• Government bond yields
• Exchange rates between countries
• Equity market indices
• Real estate price indices (residential)

3.4. User manual for the NGFS Scenario Explorer

3.4.1. Data availability and license

The transition pathways selected for the NGFS are available in the NGFS Scenario Explorer (NGFS SE), hosted by IIASA: data.ene.iiasa.ac.at/ngfs. The Scenario Explorer is a web-based user interface for scenario results and historical reference data. It provides intuitive visualisations and display of time series data and download of the data in multiple formats. A brief description of the features of the Scenario Explorer is available at the end of this section and tutorial videos of the main features are available at https://software.ene.iiasa.ac.at/ixmp-server/tutorials.html

The NGFS Scenario Explorer data are available under a Public License that is adapted from the Creative Commons Attribution 4.0 International Public License with the aim of keeping the Licensed Material always up-to-date and avoiding the circulation of obsolescent data constituting substantial portions of the Licensed Material.

This license is a balance between making the scenario ensemble available as widely as possible, encouraging broad use of the data for research, science communication and policy analysis and the anticipation of updates of the scenario ensemble. This may be either due to adding more detailed information to available scenarios in response to user requests, or because of reporting issues identified after the release that need to be corrected. While we did take the utmost care to validate all submitted data, such issues can never be fully avoided.

For this reason, we request that downloads of scenario data are routed through the NGFS Scenario Explorer at data.ene.iiasa.ac.at/ngfs, unless the data is made available in relation to a specific figure in a publication or online visualisation tool, for example as supplementary material to a manuscript published in a scientific journal.

We will inform registered users of the scenario ensemble about data updates or any other relevant news.

The details of the legal license are available under https://data.ene.iiasa.ac.at/ngfs/#/license
3.4.2. Data identifiers (Model, Scenario, Region, Variable)

The data from the NGFS Scenario Explorer are available for download in comma separated value (csv) format, organised according to the IAMC data format. The numerical scenario results are provided as time series data. Data is reported for each region and scenario available in the database, organised by variable with additional columns for the available years. Hence, the columns in the data files are:

<table>
<thead>
<tr>
<th>Model</th>
<th>Scenario</th>
<th>Region</th>
<th>Variable</th>
<th>Unit</th>
<th>2000</th>
<th>...</th>
<th>2100</th>
</tr>
</thead>
</table>

**Model:** The transition scenarios for the NGFS are provided by three integrated assessment models: GCAM 5.3, MESSAGEix-GLOBIOM 1.1 and REMIND-MAgPIE 2.1-4.2. In the rest of this document, shorter versions of the full model names are also used to refer to these three models; GCAM, MESSAGEix-GLOBIOM and REMIND-MAgPIE, respectively.

The 2021 release of the NGFS scenarios includes two additional types of data sets:

- It includes a subset of scenarios from a model version from REMIND-MAgPIE with integrated physical damages. These are described in section 3.2.3 and are provided in the explorer with the model identifier “REMIND-MAgPIE 2.1-4.2 IntegratedPhysicalDamages (median|95th)”, with median denoting the version in which endogenous damages correspond to a median warming trajectory, and 95th to the version in which warming corresponds to the 95th percentile.

- Furthermore, the scenario data from NiGEM (see section 3.3) is provided under the model name “NiGEM NGFS v1.21”.

**Scenario:** The scenario names are defined in line with Figure 1 on page 4 and Table 3 on page 17:

- Hot house world: Current policies
- Hot house world: Nationally determined contributions (NDCs)
- Orderly: Below 2°C
- Orderly: Net Zero 2050
- Disorderly: Disorderly Transition
- Disorderly: Divergent Net Zero

The scenario names in the database come without the category (Hot house world, Orderly, Disorderly) to avoid too lengthy names.

NiGEM takes input from each of the three standard IAM model versions, so that for each scenario narrative, there are three sets of scenario data from NiGEM. To differentiate these, the scenario names for NiGEM are appended with a suffix that indicates the IAM input of the respective scenario (e.g. “(with GCAM5.3_NGFS inputs)”).

**Region:** The transition scenarios for the NGFS are provided for the native model regions as defined by each of the participating models and several aggregate regions (see below). The native model regions are labelled “MODEL_NAME|REGION_NAME” (e.g. “GCAM5.3_NGFS|Africa_Eastern”). The aggregated regions are labelled R5XXXX (e.g. R5ASIA), and individual countries are labelled by their ISO codes (e.g. CHN, IND, RUS, USA) with the exception of the European Union (EU). Global information is provided under “World”. Furthermore, downscaled data at the country level (see section 3.1.4) is available in a separate form, labelled “Country Name (downscaled)” or “D.ISO”.

**Variable:** The variable names follow a few basic rules.

- Variables are organized in a hierarchical structure which is specified by separators “|”
- Variable names can include none, one or more separators (e.g. “Population”, “GDP|PPP”, “Emissions|CO2|Energy”)
- For variables with one or more separators, the left-most word indicates a broad variable category or an indicator (e.g. “GDP”, “Emissions”, “Primary Energy”)
- The separators define two types of relationships among variables:
○ Relationships for indicators calculated with different metrics or methods: e.g. “GDP|PPP” and “GDP|MER”
○ Aggregate relationships providing disaggregation across sectors, fuels, technologies or gases: e.g. “Emissions|CO2” = “Emissions|CO2|AFOLU” + “Emissions|CO2|Energy” + “Emissions|CO2|Industrial Processes”

- Several alternatives may exist for aggregate relationships (e.g. Final Energy is decomposed by sector and by fuel)
- Elements pertaining to the same hierarchical level can sometimes be aggregates themselves (e.g. “Primary Energy|Fossil” is the aggregate of “Primary Energy|Coal”, “Primary Energy|Oil” and “Primary Energy|Gas”)

Detailed description and definition of the variables in the database is available in Section 3.1.3, and can also be found on the Explorer on the “Documentation” tab.

Unit: Each variable is specified by its unit, generally specified in the international system of units (SI units, abbreviated from the French Système international (d’unités)).

### 3.4.3. Time steps and regional granularity

The time steps between two consecutive model output data range between 5 and 10 years and differ across the participating models (Table 6).

#### Table 6 Time steps across models

<table>
<thead>
<tr>
<th>Model</th>
<th>Time steps</th>
</tr>
</thead>
<tbody>
<tr>
<td>GCAM</td>
<td>5-year time steps from 2005 to 2100</td>
</tr>
<tr>
<td>MESSAGEix-GLOBIOM</td>
<td>5-year time steps from 2005 to 2060 and 10-year timesteps over the period 2050-2100</td>
</tr>
<tr>
<td>REMIND-MAgPIE</td>
<td>5-year time steps from 2005 to 2060 and 10-year time steps over the period 2050-2100</td>
</tr>
</tbody>
</table>

Regional granularity differs between the participating models. The MESSAGEix-GLOBIOM and REMIND-MAgPIE models both have 11 model regions, whereas the GCAM model has 32 native model regions. The regional definitions are summarised in Table A1.1, Table A1.2 and Table A1.3 for the individual models and Table 7 for the aggregate regions.

The downscaled data at the national level are available for each scenario under the regional category “Compare (individual countries and regions)”. Within this category, countries that are modeled as native regions within and IAM appear under their country name and countries whose results are derived from the downscaling tool, appear under their name plus the extension “(downscaled)”. So, in order to see the results for e.g. the USA across all three models, one should select both “United States of America” (for GCAM and REMIND-MAgPIE this is a native model region) and “United States of America (downscaled)” (as it is part of the NAM region in MESSAGEix-GLOBIOM).

In the downloadable files, the distinction between the native IAM model regions and the downscaled information is made differently, namely in the model name. When the country information is derived from the downscaling tool the model name is provided as MODEL_downscaled. When the country information is native to the IAM model, the model name is simply provided as MODEL.
3.4.4. Meta-data

The following meta-data categories are available for grouped selection of scenarios.

The main scenario categories are:

- Orderly
- Disorderly
- Hot house world

3.4.5. Scenario Explorer functionalities

The Scenario Explorer has been developed by IIASA and is increasingly used by the research community for outreach and model comparison projects. For example, there are explorer instances accompanying the IPCC SR1.5 and upcoming IPCC Sixth Assessment Report, and many projects funded by the Horizon 2020 EU Research and...
Innovation programme (such as CD-LINKS [www.cd-links.org]), the Energy Foundation China, GEIDCO and UNIDO make use of the explorer.

The transition scenarios selected for the NGFS are available in the NGFS Scenario Explorer hosted by IIASA: [data.ene.iiasa.ac.at/ngfs](http://data.ene.iiasa.ac.at/ngfs).

Tutorial videos of the main features are available at [https://software.ene.iiasa.ac.at/ixmp-server/tutorials.html](https://software.ene.iiasa.ac.at/ixmp-server/tutorials.html).

**New user registration**

At the bottom of the login box at the landing page of the explorer there is a registration button which will open the new user registration page. Once you fill out this form, at least providing username, email and password, you will receive an email to confirm your registration and you will have access to the NGFS Scenario Explorer.

If you are already registered for one of the other Scenario Explorer instances (such as the IPCC SR1.5), there is no need to register again. Your account should work on the NGFS Scenario Explorer as well. For any questions, please email [ngfs.ene.admin@iiasa.ac.at](mailto:ngfs.ene.admin@iiasa.ac.at).

It is also possible to use the NGFS Scenario Explorer without registration. In that case, simply click the Guest Login button at the landing page to enter the NGFS Scenario Explorer. When using the Scenario Explorer without registration, it is possible to use all the features of the Scenarios Explorer, but without the possibility so save and share workspaces.

**Workspaces**

The Scenario Explorer is built around the concept of workspaces, which can be developed, saved and shared between users. Workspaces are interactive, user-customisable environments that can contain charts, data-tables and text descriptions. Any registered user of the Scenario Explorer can create, save and share workspaces. Workspaces can be generated to be public such that every user sees them when accessing the Scenario Explorer instance or they can be shared bilaterally with colleagues or on social-media.

To create a new workspace, click the ‘create workspace’ button at the top of the Scenario Explorer page. This will create and open a new workspace for you. By clicking on ‘edit workspace’ the workspace setting page will be opened, allowing to provide a name and description of the workspace and to save the workspace to the server. The three-striped workspace menu on the top-right provides the option to export the workspace code in json file format, to export the workspace as pdf or to clone the workspace. Cloning the workspace will create a copy that can be edited without interfering with the original version. It is possible to clone workspaces that have been shared by other users or to clone workspaces that are already saved to your account. Updating the workspace will reload it from the server and overwrite any changes that have been made locally.

Finally, the workspace setting page allows to reorder the panels in the workspace.

**Panels**

Any charts, data-tables and text descriptions within a workspace are called ‘panels’. New panels can be created with the ‘plus’ button, or by clicking ‘create a new timeseries panel’ at the top of the page.

The first step in creating a new data or figure panel is to select scenarios, either from a set of meta-characterisations of the scenarios or by selecting individual scenarios from the full list.

The second step is selection of the variables, either by categories or from selecting individual variables from the full list. It is possible to scroll through the full list, or to search variables by typing part of the variable name in the search box.

The third step is the selection of regions. The default region is ‘world’, but any of the above-described regions can be selected.
After these selection steps, the plot can be created by clicking the ‘apply’ button.

After creating the graph, the following features are available:

- Adjusting the ranges shown on the graph, in the ‘ranges’ tab
- Change the title and add a description under the ‘options’ tab (and click update after changing title or description)
- The filter panel can be hidden and reopened by clicking on the above-pointing arrow in the top bar of the panel.
- The legend can be shown or hidden with the most left button in the top bar of the panel.
- The figure can be converted to line chart, bar chart or data table by clicking the respective buttons in the top bar.
- Sub-categories can be shown in stacked format as well.
- The data underlying the panel can be downloaded in several different data formats (such as xlsx, csv) or the figure itself can be downloaded as pdf or other picture format.
- The size of the panel can be adjusted from full-width to half-width using the minimise panel button.

When a workspace contains multiple panels, the chain-button in the top of the workspace allows to cross-highlight the same scenario across multiple panels for easy comparison.

Finally, creating a text panel allows to add text descriptions to a workspace with formatting based on the markdown language.

**Documentation**

Documentation is provided at the level of individual panels (using the document-icon) or for the full database in the documentation menu at the top of the Scenario Explorer. Definitions and links to more detailed documentation and references are provided for all models, scenarios, variables, regions and metadata categories that are used for scenario categorisation.

**Download features**

The data of an individual panel can be downloaded in several different data formats (such as xlsx, csv) or the figure itself can be downloaded as pdf or other picture format.

The data contained in the full database can be downloaded through the download menu at the top of the Scenario Explorer. This menu contains snapshots in csv format for all scenarios and variables in the database, the reference data and citation options for the data in different formats. There are separate files for downloading the IAM model data and the downscaled national level data.
4. Climate Impact Explorer and data

4.1. Introduction to the Climate Impact Explorer

The Climate Impact Explorer (CIE) provides first-hand access to projections of physical climate risks at the continental, national and subnational level. It shows maps and graphs illustrating the projected changes in climate conditions, resulting impacts and damages on selected sectors for several global warming levels, and also how they will play out over time according to various policy-relevant emission scenarios (including those from the Network for Greening the Financial System, or NGFS). All display materials and the underlying data can be downloaded through the CIE interface.

The key functionalities of the Climate Impact Explorer are the following:

- Projections of climate impacts at the national and subnational level on annual and seasonal scales:
  - Including uncertainty ranges encompassing both the global climate sensitivity to emissions and the response of local impacts to global warming
  - Aggregation at the continental, national and subnational levels using weighted averages by either area, GDP, or population
- Time evolution of future impacts for several policy-relevant scenarios from the NGFS, the Climate Action Tracker and for the Representative Concentration Pathways
- Country maps for different warming levels containing information on the robustness of the projections, based on the agreement between the various climate and impact models used to derive them (model agreement)
- Climate and climate impact indicators covering several biophysical sectors and economic damages from selected extreme events
- The possibility to download all displayed graphs and maps, as well as the data underlying them

As a guidance note for users, the Climate Impact Explorer provides a comprehensive, globally consistent dataset of physical risk projections for different climate scenarios. The use of global datasets means regional representations are not consistently evaluated and can show deviations from other datasets used in risk assessments focused on the regional, national or subnational level. The findings from the Climate Impact Explorer should thus be used to supplement rather than replace national or regional risk assessments.

4.2. Methodology behind the Climate Impact Explorer

4.2.1. Overview

Figure 1 illustrates the whole methodological sequence that was used to produce the visualisations shown on the Climate Impact Explorer. Each methodological step, as well the scenarios and models from which we derived the data underlying the visualisations, are described in more detail in the next sections of this technical documentation.

The Climate Impact Explorer provides visualisations derived from the global, open access databases of climate impacts on biophysical systems and extreme events or their resulting economic damages produced by the Inter-Sectoral Impact Model Intercomparison Project (ISIMIP) and the CLIMADA model. To prepare these visualisations, we processed the ISIMIP and CLIMADA data in a tailored format, following the methodology described in Section 1. The ISIMIP database, the models behind it and CLIMADA, as well as some emission
scenarios displayed in the Climate Impact Explorer, are described in Section 2. The visualisations themselves are described in Section 3.

4.2.2. Core Concept

The Climate Impact Explorer is meant to provide information about projected changes in various climate impact indicators for several levels of global warming, and how they may unfold over time according to various scenarios of greenhouse gas emissions.

This information is provided at the country level, both in the format of time series with 5-year time steps until 2100 and as maps visualizing projected changes for distinctive global warming levels (1.5°C, 2°C, 2.5°C, and 3°C).

The information is derived from an ensemble of climate and climate impact models that participated in international model intercomparison initiatives. The aim of the tool is to show climate impact outcomes for different emissions scenarios, also providing the associated full uncertainty ranges across global warming.

To achieve this, three key steps are applied (Fig. 2):

1) The MAGICC6 simple climate model is used to capture the full global mean temperature (GMT) uncertainty for different emissions scenarios.

2) Impact projections are assessed for time slices centred around various global warming levels. They are averaged from the simulation results of several scenario experiments, each conducted with a number of climate and climate impact models, thereby making use of the full information available in the Inter-Sectoral Impact Model Intercomparison Project (ISIMIP) archive. This allows us to ascribe these projections to the GMT trajectories of different scenarios, including the NGFS scenarios.

3) Uncertainty ranges across the climate model / impact model ensemble from ISIMIP are derived by quantifying the distribution of the results from the various model combinations or by applying a quantile regression on those.
Figure 13 Illustration of the various sources of uncertainty in the climate impact chain (see coloured squares at the bottom), and the 3 key methodological steps applied to account for those in the projections shown by the Climate Impact Explorer.

4.2.3. Global Mean Temperature (GMT) Projections

The CIE shows impact projections corresponding to various greenhouse gas emission pathways used by the NGFS or assessed by the Climate Action Tracker (CAT). These pathways were derived either by Integrated Assessment Models (IAMs, in the case of the NGFS scenarios), or by policy analysis (in the case of the CAT scenarios). Then, the Model for the Assessment of Greenhouse-gas Induced Climate Change (MAGICC6, Meinshausen et al., 2011) – a reduced-complexity climate model – was used to simulate the resulting GMT trajectories.

MAGICC6 applies a probabilistic modelling approach to capture the range of uncertainty in the GMT response to a given emissions trajectory (determined by the climate sensitivity, see here) by considering 600 different parameterizations. In the CIE, we display the uncertainty in global mean temperature projections through the 5–95% range from the MAGICC6 realisations (Fig. 3).
4.2.4. Ascribing changes in climate impacts to GMT trajectories

Following established approaches in the scientific literature (see e.g., James et al. 2017), we assess impact indicators as a function of the GMT level. This means we assume that a given GMT level will on average lead to the same change in that indicator even if it is reached at two different moments in time in two different emission scenarios. This assumption is generally well justified and differences are small compared to the spread across changes projected by different models (Herger, Sanderson and Knutti, 2015). We apply this assumption across a range of climate models (with different climate sensitivities). Climate models are also commonly called General Circulation Models, or GCMs.

In order to assess changes in impact indicators for specific GMT levels, we make use of the data from the ISIMIP archive (see 2.2). Phase 2b of ISIMIP assessed impact projections and their uncertainties across sectors for various emissions scenarios among the Representative Concentration Pathways (RCPs, see van Vuuren et al., 2011). The uncertainty in the climate sensitivity is sampled by considering four different GCMs. For a given RCP scenario, the GMT trajectories simulated by each GCM are used as inputs to several impact models (IMs, e.g., hydrological models), in order to sample the uncertainty in the response of impact indicators (see Fig. 4).
starting with 1°C and with a 0.1°C increment (that is to say: 1°C, 1.1°C, etc.). Under the current rate of warming (~0.2°C per decade), this increment corresponds to about 5 years of global warming.

### Table 8: Years when the Warming Levels between 1.0 and 3.4°C are reached in the considered scenario-GCM combinations.

<table>
<thead>
<tr>
<th>Warming Level [°C]</th>
<th>GFDL-ESM2M rcp26</th>
<th>GFDL-ESM2M rcp45</th>
<th>HadGEM2-ES rcp26</th>
<th>HadGEM2-ES rcp45</th>
<th>IPSL-CM5A R rcp26</th>
<th>IPSL-CM5A R rcp45</th>
<th>IPSL-CM5A R rcp45</th>
<th>IPSL-CM5A R rcp85</th>
<th>MIRO C5 rcp26</th>
<th>MIRO C5 rcp45</th>
<th>MIRO C5 rcp45</th>
<th>MIRO C5 rcp85</th>
</tr>
</thead>
<tbody>
<tr>
<td>1.2</td>
<td>2030</td>
<td>2030</td>
<td>2030</td>
<td>2030</td>
<td>2027</td>
<td>2027</td>
<td>2027</td>
<td>2027</td>
<td>2027</td>
<td>2027</td>
<td>2027</td>
<td>2027</td>
</tr>
<tr>
<td>1.3</td>
<td>2039</td>
<td>2039</td>
<td>2039</td>
<td>2039</td>
<td>2033</td>
<td>2033</td>
<td>2033</td>
<td>2033</td>
<td>2033</td>
<td>2033</td>
<td>2033</td>
<td>2033</td>
</tr>
<tr>
<td>1.4</td>
<td>2040</td>
<td>2040</td>
<td>2040</td>
<td>2040</td>
<td>2036</td>
<td>2036</td>
<td>2036</td>
<td>2036</td>
<td>2036</td>
<td>2036</td>
<td>2036</td>
<td>2036</td>
</tr>
<tr>
<td>1.5</td>
<td>2050</td>
<td>2050</td>
<td>2050</td>
<td>2050</td>
<td>2044</td>
<td>2044</td>
<td>2044</td>
<td>2044</td>
<td>2044</td>
<td>2044</td>
<td>2044</td>
<td>2044</td>
</tr>
<tr>
<td>1.6</td>
<td>2054</td>
<td>2054</td>
<td>2054</td>
<td>2054</td>
<td>2053</td>
<td>2053</td>
<td>2053</td>
<td>2053</td>
<td>2053</td>
<td>2053</td>
<td>2053</td>
<td>2053</td>
</tr>
<tr>
<td>1.7</td>
<td>2065</td>
<td>2065</td>
<td>2065</td>
<td>2065</td>
<td>2063</td>
<td>2063</td>
<td>2063</td>
<td>2063</td>
<td>2063</td>
<td>2063</td>
<td>2063</td>
<td>2063</td>
</tr>
<tr>
<td>1.8</td>
<td>2079</td>
<td>2079</td>
<td>2079</td>
<td>2079</td>
<td>2077</td>
<td>2077</td>
<td>2077</td>
<td>2077</td>
<td>2077</td>
<td>2077</td>
<td>2077</td>
<td>2077</td>
</tr>
<tr>
<td>1.9</td>
<td>2090</td>
<td>2090</td>
<td>2090</td>
<td>2090</td>
<td>2092</td>
<td>2092</td>
<td>2092</td>
<td>2092</td>
<td>2092</td>
<td>2092</td>
<td>2092</td>
<td>2092</td>
</tr>
<tr>
<td>2.0</td>
<td>2076</td>
<td>2076</td>
<td>2076</td>
<td>2076</td>
<td>2076</td>
<td>2076</td>
<td>2076</td>
<td>2076</td>
<td>2076</td>
<td>2076</td>
<td>2076</td>
<td>2076</td>
</tr>
<tr>
<td>2.1</td>
<td>2081</td>
<td>2081</td>
<td>2081</td>
<td>2081</td>
<td>2081</td>
<td>2081</td>
<td>2081</td>
<td>2081</td>
<td>2081</td>
<td>2081</td>
<td>2081</td>
<td>2081</td>
</tr>
<tr>
<td>2.2</td>
<td>2088</td>
<td>2088</td>
<td>2088</td>
<td>2088</td>
<td>2090</td>
<td>2090</td>
<td>2090</td>
<td>2090</td>
<td>2090</td>
<td>2090</td>
<td>2090</td>
<td>2090</td>
</tr>
<tr>
<td>2.3</td>
<td>2093</td>
<td>2093</td>
<td>2093</td>
<td>2093</td>
<td>2093</td>
<td>2093</td>
<td>2093</td>
<td>2093</td>
<td>2093</td>
<td>2093</td>
<td>2093</td>
<td>2093</td>
</tr>
<tr>
<td>2.4</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
</tr>
<tr>
<td>2.5</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
</tr>
<tr>
<td>2.6</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
</tr>
<tr>
<td>2.7</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
</tr>
<tr>
<td>2.8</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
</tr>
<tr>
<td>2.9</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
</tr>
<tr>
<td>3.0</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
</tr>
<tr>
<td>3.1</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
</tr>
<tr>
<td>3.2</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
</tr>
<tr>
<td>3.3</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
</tr>
<tr>
<td>3.4</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
<td>2097</td>
</tr>
</tbody>
</table>

Projected changes in the indicators shown on the Climate Impact Explorer are always expressed as absolute or relative differences compared to the values in the 1986-2006 reference period (for the indicators derived from ISIMIP data, see 2.2) or in the reference year 2020 (for the indicators derived from CLIMADA data, see 2.3). These changes were simulated in scenario experiments conducted either by GCMs or IMs (using GCMs outputs as input data). After identifying the year for which a specific GMT level is reached in a scenario-GCM
combination, for each indicator we average the projected values over the 21-year period centred over that year in the corresponding GCM or IM scenario experiment. We then average over all available scenarios for each GCM or GCM-IM combination, before pooling the estimates obtained from all GCMs or GCM-IM combinations, from which we compute their median values for each GMT level.

With these estimates of changes in impact indicators for each GMT level of interest, we can derive impact projections for any scenario that reaches these levels. To that end, we identify the points in time when these specific GMT levels are reached and ascribe to them the change in impact indicator computed in the previous step.

It is important to note that our confidence in the results decreases for high warming levels (and particularly beyond 2.5-3°C of global warming), since these levels have been attained in a smaller number of the RCP experiments due to the differing climate sensitivity of the GCMs that conducted them.

4.2.5. Impact projection uncertainties

The uncertainty in impact projections is estimated from the spread in the projections from all GCMs (for climate indicators) or GCM-IM combinations (for sectoral impact indicators), over the GMT levels that are attained by all GCMs in the RCP experiments available for the considered indicator (see 1.3), starting with 1°C of global warming and with an increment of 0.1°C. We calculate deviations of GCM-IM projections to their ensemble median and apply a quantile regression to these deviations. As a result, we obtain the relationships between the 5th and 95th percentiles of impact projections and the global warming levels (Fig. 5). A consistency check is applied with regard to the regression estimates for the 5th or 95th percentiles. Specifically, issues can arise when extrapolating linear quantile regressions to high warming levels for which limited data are available. In case of unrealistic regression outcomes (i.e. crossing of the zero line), we compute the corresponding percentile (5th or 95th) after having pooled impact projections for all GMT levels reached by all GCMs in the available RCP experiments, and consider that its difference to the ensemble median remains constant with global warming.

Figure 16 Deviations in area-weighted average annual near surface air temperature from the ensemble median of all GCMs, for each warming level (x-axis). The blue and orange lines show the quantile regression lines for the 5th and 95th percentiles. Provided that they don’t cross the x-axis between 1° and 5°C, these two lines are used to quantify the impact uncertainty at each warming level.
4.2.6. Estimation of the full uncertainty range

The full uncertainty range displayed is the combination of the uncertainty in the GMT response to a given emission scenario (or climate sensitivity, see 1.2) and in the response of the indicator of interest to a given GMT trajectory (assessed following the methodology described in 1.4). The 5-95% uncertainty ranges characterizing each source of uncertainty are then combined to provide the full uncertainty range. An example is provided in Fig. 6, with the 5-95% MAGICC6 uncertainty for GMT projections highlighted in green and the 5-95% uncertainty for impact projections in brown. The combined full uncertainty range is given by the blue markers.

This approach assumes independence of the local response of climate or impact indicators from the global climate sensitivity. While this is generally a justifiable assumption, there might be specific regions and impacts for which global sensitivities and regional changes in impact indicators are coupled.

Figure 17 Illustration of the combined uncertainties in the global mean temperature and local impact response, in the case of near-surface air temperature changes in Germany.

4.2.7. Additional data processing steps

4.2.7.1. Masking of grid cells for specific variables

For surface runoff, model grid cells exhibiting a mean value of less than 0.05 mm/day in the reference period are masked in the displayed maps and excluded for the computation of national and subnational averages. This mask is computed separately for each season and the annual mean (see 1.6.2). The mask that was hereby derived from annual mean runoff values is also applied to discharge as well as maximum and minimum of daily river discharge. For these variables, this masking is thus not dependent on the season.

4.2.7.2. Temporal averages

For most impact indicators, changes in annual mean as well as seasonal mean values were calculated. The considered seasons were: December-January-February, March-April-May, June-July-August, and September-October-November.
4.2.7.3. National or subnational level averages

Four different spatial aggregation methods have been used to derive the time series that can be visualised in the CIE.

For many indicators, the user can choose between three spatial weighted averaging methods: by area, population or GDP. To derive area-weighted averages, each grid cell is weighted by the fraction of the land area of the selected territorial unit it covers. For population weighted averages, each grid cell is weighted by the fraction of the population of the selected territorial unit located in the grid cell. For grid cells that do not fully lie within a territorial unit, the population of the grid cell is scaled to the fraction of the grid cell that is covered by this territory. GDP-weighting is computed in a similar way as for population, but uses information on the repartition of the GDP across a territorial unit. We use the gridded population and GDP data corresponding to year 2005 provided by ISIMIP, assuming that the repartition of population and GDP within a country will stay constant in the future. The indicators land fraction or population annually exposed to a certain category of extreme events (see 2.2) were originally derived by using one of these averaging methods (area-weighted or population-weighted, respectively), therefore only one corresponding option can be selected for these indicators.

The indicators quantifying economic damages derived from CLIMADA (see 2.3) were calculated using a different spatial aggregation method: The locally estimated damages were summed over the grid cells of interest. Therefore, only the option “sum” can be selected in the drop-down menu for these indicators.

4.2.7.4. Smoothing of time series

Although the projected changes in impact indicators for a specific GMT level are extracted from 21-year averages for each scenario-GCM or scenario-GCM-IM combination (the full procedure is detailed in 1.3), they can still be subject to internal climate variability. Before showing them on the Climate Impact Explorer, we therefore perform an additional smoothing of the calculated time series by conducting a running average of the projected changes over three consecutive warming levels (meaning, over a window of a 0.3°C size). This smoothing is applied on the median as well as the upper and lower bounds of the projected changes.

4.3. Models, scenarios and data sources

4.3.1. NGFS Scenarios

Within the Network for Greening the Financial System (NGFS) project a consortium of international research institutes has developed a set of climate scenarios to serve as a common reference framework for central banks and supervisors. The NGFS Climate Scenarios have been developed to provide a common starting point for analysing climate risks to the economy and financial system, not only for central banks and supervisors but also for the broader financial and business sector. Please find more information about the NGFS scenarios here.

The CIE displays physical risks for three of the six NGFS scenarios:

1) **Net-Zero 2050** is an ambitious scenario that limits global warming to 1.5°C through stringent climate policies and innovation, reaching net zero CO2 emissions around 2050. This narrative is represents a Paris Agreement compatible scenario.

2) **Delayed transition** assumes annual emissions do not decrease until 2030. Strong policies are then needed to limit warming to below 2°C.

3) **Current Policies** assumes that only currently implemented policies are preserved, leading to high physical risks at a warming up to 3°C.
4.3.2. ISIMIP Data

The Inter-Sectoral Impact Model Intercomparison Project (ISIMIP) is a community-driven initiative with the aim of offering a consistent climate change impact modelling framework. By early 2021, more than 100 models had contributed to the initiative. The participating impact models are listed on the ISIMIP website where a factsheet is provided for each model. To participate, impact modelling teams agree to run a minimal set of model experiments. These include scenario experiments which simulate the evolution of sectoral impact variables until at least 2100 under specific trajectories in terms of climate and socio-economic forcings, for which they are provided with the corresponding input data. The resulting output data become open access after an embargo period and can be downloaded from https://data.isimip.org. On the Climate Impact Explorer, we show input (Table 2) and output data (Table 3 and 4) from phase 2b of ISIMIP (ISIMIP2b), available at a spatial resolution of 0.5° (equivalent to ~50km at the equator, and further reducing as one moves poleward). This spatial resolution has to be kept in mind when interpreting the graphs and maps displayed on the Climate Impact Explorer, especially over small areas such as small island states.

The ISIMIP2b climate input data were obtained with 4 GCMs from the fifth phase of the Coupled Model Intercomparison Project (CMIP5). They have been bias-adjusted, meaning that biases between the values simulated by each GCM and those from an observation-based reference dataset over a common period have been corrected, and that this correction has been applied to the whole period simulated by the GCMs (assuming that the identified biases stay constant over time). The reference dataset used for the bias adjustment is EWEMBI (E2OBS, WFDEI and ERA-Interim data merged and bias-corrected for ISIMIP; see Lange et al., 2019), which covers the 1979-2005 period. The correction was done independently for each variable, grid cell and month. The bias adjustment was performed on the regular 0.5° grid from EWEMBI, onto which the CMIP5 GCM data were interpolated (Frieler et al., 2017; Lange, 2018). It is important to note that the bias-adjustment technique employed for ISIMIP preserves the indicators trends displayed in the Climate Impact Explorer. More detailed information on the methodology can be found in the ISIMIP2b bias-correction fact sheet under www.isimip.org/gettingstarted/isimip2b-bias-correction/.

Unlike the climate indicators, the sectoral impact indicators displayed on the Climate Impact Explorer did not undergo a bias-adjustment or validation procedure. While such a validation would be highly desirable, it is generally challenging for sectoral climate impacts on the global level due to a lack of data both on the biophysical quantities as well as on other human interventions (e.g. dikes for flood protection, forest management, or groundwater extraction for irrigation).

Although country-level information is provided, it does not mean that the results of each impact model have been evaluated and validated for each country. Importantly, the Climate Impact Explorer delivers information on the sole effects of climate change according to the available indicators derived from ISIMIP, while assuming constant socio-economic conditions (such as population, GDP, water use, etc.). In reality, socio-economic development will strongly affect future impacts.

Table 9: Bias-corrected climate variables used as input for ISIMIP

<table>
<thead>
<tr>
<th>Bias-Corrected Climate Variables</th>
</tr>
</thead>
<tbody>
<tr>
<td>Variable Name</td>
</tr>
<tr>
<td>Relative Humidity</td>
</tr>
</tbody>
</table>

Relative humidity is defined as the ratio of water vapour in the air to the total amount that could be held at its current temperature (saturation level). Here we consider relative humidity at 2 metres above ground. The data used for this variable have undergone a bias-adjustment procedure to correct for deviations between modelled and observed values over the time period where they overlap.
<table>
<thead>
<tr>
<th>Variable</th>
<th>Code</th>
<th>Unit</th>
<th>Time</th>
<th>Scale</th>
</tr>
</thead>
<tbody>
<tr>
<td>Specific Humidity</td>
<td>hussAdjust</td>
<td>kg kg⁻¹ kilogram per kilogram daily -- mean relative</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Precipitation</td>
<td>prAdjust</td>
<td>kg m⁻² s⁻¹ kilogram per square metre per second daily -- sum relative</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Snowfall</td>
<td>prsnAdjust</td>
<td>kg m⁻² s⁻¹ kilogram per square metre per second daily -- sum relative</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Atmospheric Pressure (surface)</td>
<td>psAdjust</td>
<td>Pa Pascal daily -- mean absolute</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Atmospheric pressure (adjusted to sea level)</td>
<td>pslAdjust</td>
<td>Pa Pascal daily -- mean absolute</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Downwelling Longwave Radiation</td>
<td>rldsAdjust</td>
<td>W m⁻² Watt per square metre daily -- mean relative</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Wind Speed</td>
<td>sfcWindAdjust</td>
<td>m s⁻¹ metre per second daily -- mean relative</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Air Temperature</td>
<td>tasAdjust</td>
<td>°C degrees Celsius daily -- mean absolute</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Daily Maximum Air Temperature</td>
<td>tasmaxAdjust</td>
<td>°C degrees Celsius daily -- mean absolute</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Daily Minimum Air Temperature</td>
<td>tasminAdjust</td>
<td>°C degrees Celsius daily -- mean absolute</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
Daily minimum air temperature is defined as the lowest air temperature reached in a day, in this case at 2 metres above the ground. The data used for this variable have undergone a bias-adjustment procedure to correct for deviations between modelled and observed values over the time period where they overlap.

Table 10: ISIMIP Primary Output Variables

<table>
<thead>
<tr>
<th>ISIMIP Primary Output Variables</th>
<th>snd</th>
<th>m</th>
<th>metre</th>
<th>monthly mean</th>
<th>relative</th>
</tr>
</thead>
<tbody>
<tr>
<td>Snow Depth</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Snow depth is defined as the thickness of the snow layer covering the ground. [5 impact models]</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Surface Runoff</td>
<td>qs</td>
<td>kg m-2 s-1</td>
<td>kilogram per square metre per second</td>
<td>monthly mean</td>
<td>relative</td>
</tr>
<tr>
<td>Surface runoff (also called overland flow) describes the flow of water occurring on the Earth’s surface when excess water, e.g. rainwater, can no longer be absorbed by the soil. [12 impact models]</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>River Discharge</td>
<td>dis</td>
<td>m3 s-1</td>
<td>cubic metres per second</td>
<td>daily --&gt; mean</td>
<td>relative</td>
</tr>
<tr>
<td>Discharge (also called streamflow) is the volume of water flowing through a river or stream channel. [15 impact models]</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Maximum of Daily River Discharge</td>
<td>maxdis</td>
<td>m3 s-1</td>
<td>cubic metres per second</td>
<td>monthly --&gt; max</td>
<td>relative</td>
</tr>
<tr>
<td>Maximum of daily discharge is defined as the peak volume of water flowing through a river or stream channel in a day. [2 impact models]</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Minimum of Daily River Discharge</td>
<td>mindis</td>
<td>m3 s-1</td>
<td>cubic meters per second</td>
<td>monthly --&gt; min</td>
<td>relative</td>
</tr>
<tr>
<td>Minimum of daily discharge is defined as the lowest volume of water flowing through a river or stream channel in a day. [2 impact models]</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Soil Moisture</td>
<td>soilmoist</td>
<td>kg m-2</td>
<td>kilogram per square metre</td>
<td>monthly --&gt; mean</td>
<td>relative</td>
</tr>
<tr>
<td>Total soil moisture content quantifies water stored in soil, per unit area. Here we consider soil moisture contained within the root zone, i.e. until a depth of approximately 1 metre. [15 impact models]</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Maize Yields</td>
<td>yield_maize</td>
<td>t ha-1</td>
<td>(dry matter)</td>
<td>tons of dry matter per hectare</td>
<td>per growing season</td>
</tr>
<tr>
<td>Maize yields were calculated by assuming that the cultivated areas of both rainfed and irrigated maize will remain constant through the 21st century. Their projected changes hence only reflect the future evolution of climate, and not that of agricultural management practices. [4 impact models]</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Rice Yields</td>
<td>yield_rice</td>
<td>t ha-1</td>
<td>(dry matter)</td>
<td>tons of dry matter per hectare</td>
<td>per growing season</td>
</tr>
<tr>
<td>Rice yields were calculated by assuming that cultivated areas of both rainfed and irrigated rice will remain constant through the 21st century. Their projected changes hence only reflect the future evolution of climate, and not that of agricultural management practices. [4 impact models]</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Soy Yields</td>
<td>yield_soy</td>
<td>t ha-1</td>
<td>(dry matter)</td>
<td>tons of dry matter per hectare</td>
<td>per growing season</td>
</tr>
<tr>
<td>Soy yields were calculated by assuming that the cultivated areas of both rainfed and irrigated soy will remain constant through the 21st century. Their projected changes hence only reflect the future evolution of climate, and not that of agricultural management practices. [4 impact models]</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
Wheat yields were calculated by assuming that the cultivated areas of both rainfed and irrigated wheat will remain constant through the 21st century. Their projected changes hence only reflect the future evolution of climate, and not that of agricultural management practices. [4]

Table 11: ISIMIP Secondary Output Variables

<table>
<thead>
<tr>
<th>ISIMIP Secondary Output Variables</th>
<th>fldfrc</th>
<th>%</th>
<th>yearly</th>
</tr>
</thead>
<tbody>
<tr>
<td>Land fraction annually exposed to River Floods</td>
<td>%</td>
<td>percent</td>
<td>yearly</td>
</tr>
<tr>
<td>River flood depth</td>
<td>flddh</td>
<td>m</td>
<td>metre</td>
</tr>
<tr>
<td>Land fraction annually exposed to Crop Failures</td>
<td>lec</td>
<td>%</td>
<td>percent</td>
</tr>
<tr>
<td>Population annually exposed to Crop Failures</td>
<td>pec</td>
<td>%</td>
<td>percent</td>
</tr>
<tr>
<td>Land fraction annually exposed to Wildfires</td>
<td>lew</td>
<td>%</td>
<td>percent</td>
</tr>
<tr>
<td>Population annually exposed to Wildfires</td>
<td>pew</td>
<td>%</td>
<td>percent</td>
</tr>
<tr>
<td>Land fraction annually exposed to Heatwaves</td>
<td>leh</td>
<td>%</td>
<td>percent</td>
</tr>
</tbody>
</table>

Land fraction annually exposed to river floods is defined as the land area fraction which is flooded during the annual maximum event. A flood is considered to occur in a specific location if annual maximum discharge exceeds the local protection standard from the FLOPROS database.

Land fraction annually exposed to crop failures is defined as the fraction of a grid cell, of 0.5° resolution, in which one of the four considered crops (maize, wheat, soybean, and rice) is grown, and where its annual yield falls short of the 2.5th percentile of the pre-industrial reference distribution (i.e., an exceptionally low yield that would occur on average only 2-3 years per century in the absence of climate change). All crop-specific land area fractions exposed are added together.

Population annually exposed to crop failures is defined as the fraction of the labour force working in agriculture multiplied by the land area exposed to crop failures, and divided by the grid cell area fraction used for agriculture. Land area exposed to crop failures is defined as the fraction of a grid cell, of 0.5° resolution, in which one of the four considered crops (maize, wheat, soybean, and rice) is grown, and where its annual yield falls short of the 2.5th percentile of the pre-industrial reference distribution (i.e., an exceptionally low yield that would occur on average only 2-3 years per century in the absence of climate change). All crop-specific land area fractions exposed are added together.

Land fraction annually exposed to wildfires describes the annual aggregate of land area burnt at least once a year by wildfires.

Population annually exposed to wildfires describes the annual aggregate of land area, within a grid cell of 0.5° resolution, burnt at least once a year by wildfires, multiplied by the total population of that grid cell.

Land fraction annually exposed to heatwaves, in a grid cell of 0.5° resolution, equals the total area of that grid cell every year it is struck by a heatwave, and zero otherwise. It thus reflects the frequency at which this grid cell is struck by heatwaves. In this context, a
heatwave is considered to occur when both a relative indicator based on air temperature and an absolute indicator based on the air temperature and relative humidity exceed exceptionally high values.

<table>
<thead>
<tr>
<th>Population annually exposed to Heatwaves</th>
<th>%</th>
<th>percent</th>
<th>yearly</th>
<th>relative</th>
</tr>
</thead>
<tbody>
<tr>
<td>Population annually exposed to heatwaves, in a grid cell of 0.5° resolution, equals the total population of that grid cell every year it is struck by a heatwave, and zero otherwise. It thus reflects the part of this population which experiences a heatwave on average every year. A heatwave is here considered to occur when both a relative indicator based on air temperature and an absolute indicator based on air temperature and relative humidity exceed exceptionally high values.</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Labour Productivity due to Heat Stress</th>
<th>%</th>
<th>percent</th>
<th>yearly</th>
<th>absolute</th>
</tr>
</thead>
<tbody>
<tr>
<td>Heat stress impact on labour productivity indicates the percentage decrease in labour productivity under hot and humid climate conditions due to the reduced capacity of the human body to perform physical labour. The analysis is building on previous work by Gosling et al. (2018) and further extended.</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

4.3.3. CLIMADA

4.3.3.1. CLIMADA Model

CLIMADA, an open-source catastrophe risk modelling framework, is used to estimate the damages from extreme events by modelling their likelihood of occurring and the hazard associated with them. The expected damage to physical assets exposed to these events is calculated using vulnerability functions which quantify the relationship between the amount of damage to an asset and the intensity of the hazard. This mapping of hazard to damage is applied to all exposed assets and allows an estimate of the total loss from physical damages to be calculated for each extreme event.

CLIMADA is used to calculate direct losses from extreme events under current climate and climate change conditions by considering the change in frequency and severity of extreme events associated with various climate scenarios. The CIE displays changes in direct losses arising from climate change relative to today’s baseline.

The exposure estimate for the damage calculation corresponds to the method previously applied in Sauer et al. (2021). Gridded Gross Domestic Product (GDP) data for the year 2005 from the ISIMIP project are used as a proxy for the distribution of assets. They have a spatial resolution of 5 arcmin and are reported in purchasing power parity (PPP) in 2005 USD. The data were obtained using a downscaling methodology in combination with spatially-explicit population distributions from the History Database of the Global Environment (HYDEv3.2), and national GDP estimates. To provide a suitable asset indicator estimate gridded, the GDP data are translated into gridded capital stock, using annual national data on capital stock (in PPP 2005 USD) and GDP from the PennWorld Table (version 9.1, https://www.rug.nl/ggdc/productivity/pwt/). For each country the annual ratio of national GDP and capital stock was calculated and smoothed with a 10-year running mean to generate a conversion factor, which was then applied to translate exposed GDP into asset values for the year 2005. The final exposure dataset is the global distribution of capital stock on a 150 arcsec resolution (which equals a ~4.5km x ~4.5km at the equator) corresponding to the year 2005.

4.3.3.2. River Flood

We first derive spatially explicit global maps of flooded areas and flood depth (at a resolution of 150 arcsec) from the harmonized multi-model simulations of the global gridded global hydrological models (GHMs) participating...
in ISIMIP2b for the scenarios RCP 2.6, RCP 6.0 and RCP 8.5. These GHMs were driven by the climate forcing data obtained with 4 GCMs.

We then assume constant socio-economic conditions from 2005 onwards regarding e.g., urbanisation patterns, river engineering and water withdrawal. For this ensemble of GCM/GHM combinations, we follow the methodology applied previously in Willner et al. 2018, and first harmonize the output of the different GHMs with respect to their fluvial network using the fluvial routing model CaMa-Flood (version 3.6.2) yielding daily fluvial discharge at 15arcmin (~25 km × 25 km) resolution. For the global annual flood maps, we select the annual maximum daily discharge for each grid cell. For each simulation (GCM/GHM combination) of daily fluvial discharge and each grid cell on 15arcmin resolution, we fit a generalized extreme value distribution to the historical time series of the annual maximum discharge using L-moment estimators of the distribution parameters allowing for a model bias correction, following the approach by Hirabayashi et al. We map the return period of each event to the corresponding flood depth in a MATSIRO model run driven by observed climate forcings, in bins of 1-year (1 to 100) and 10-year (100 to 1000) return periods (linearly interpolated), providing flood depth at 15arcmin resolution. Results from this observation-driven MATSIRO output have been shown to be consistent with observation-based data. For this mapping, we also respect a threshold given as current flood protection at the subnational scale. This has recently been compiled in a global database (FLOPROS database) representing the currently best global-scale knowledge in the maximum return period of flood that each country/region can prevent. In this work, we use the “Merged layer” of this database, which combines empirical data about existing protection infrastructure (“Design layer”), data on protection standards and requirements set by policy measures (“Policy layer”), and model output from an observed relationship between gross domestic product per capita and flood protection (“Model layer”). This threshold procedure implies that, when the protection level is exceeded, the flood occurs as if there was no initial protection; below the threshold no flooding takes place. For the final assessment, we re-aggregate the high-resolution flood depth data from 0.3’ to a 2.5’ resolution (~5 km × 5 km) by retaining the maximum flood depth as well as the flooded area fraction, defined as the fraction of all underlying high-resolution grid cells where the flood depth was greater than zero.

The damage assessment is similar to the method previously applied in Sauer et al. (2021). To derive a local damage from the annual flood map and exposure data we apply the continent-level residential flood depth-damage functions developed by Huizinga et al. (2017). The quantification of flood damages includes the following three steps:

1) determine exposed assets on the grid-level (150 arcmin) based on the flooded fraction obtained from the river flood model
2) determine the grid level damage by multiplying the exposed assets by the flood fraction and the flood-depth damage function
3) aggregate over all grid cells to the estimated damages on the country level

4.3.3.3. Tropical Cyclone

The tropical cyclone modelling consists of two steps: first, generating a probabilistic track set from historical tracks, and second, computing the wind fields at centroid points and performing the climate change scaling. Both steps are conducted with the open-source probabilistic natural catastrophe damage framework CLIMADA (Aznar-Siguan et al., 2019).

All historical tracks available in the IBTrACS dataset (downloaded on 18.01.2021, https://www.ncdc.noaa.gov/ibtracs/index.php?name=ib-v4-access) for the years 1950 - 2020 are considered. For the wind field calculations, tracks are required to have both pressure and wind speed information at all-time steps. Some corrections are applied to tracks with unreported values: ‘environmental_pressure’ is enforced to be larger than ‘central_pressure’, all wind speeds are linearly rescaled to 1-minute sustained winds, temporal reporting gaps within a variable (pressure, windspeed, or radius) are interpolated linearly if possible. Tracks which have missing values after the application of the corrections are discarded. Afterwards, the reporting of all variables is
homogenized to one point per hour for all tracks by linear interpolation. Then, a set of probabilistic tracks (9 per historical track, 56480 total) is generated with a random track perturbation algorithm with parameters fine-tuned per basin (Aznar-Siguan et al., 2021). It is also possible to use other track sets in CLIMADA which are generated with different methods.

The wind fields are computed from the tracks using the Holland (2008) model to obtain the maximum wind speed value at each centroid point. The centroids (latitude/longitude coordinates) are defined on the same grid as the exposures (150 arcsec resolution) on land. The wind field computation is restricted to centroids between -71° and +61° latitude, and wind speeds below 17.5 m/s are set to 0. For future climate, the storms’ frequency and intensity are scaled by basin with factors based on the factors reported in Table 2 of Knutson et al. (2010). The values from Knutson et al. are assumed to describe changes in hazard intensity and frequency between 2000 and 2100 according to the scenario RCP 4.5. Because of the approximation of per category scaling from cumulative category scaling, the changes in some basins, especially the East Pacific are overestimated but the effect of this error is small. Furthermore, linear interpolation with respect to global temperatures, a simplified approximation, is applied for scaling the considered scenarios RCP 2.6 and RCP 6.0 in the years 2020 to 2100 (Aznar-Siguan et al. 2021).

Socio-economic development is the driving factor for changes in direct losses, while the magnitude of the uncertainty from hazard modelling is small in comparison to the uncertainty of socio-economic development, e.g., assumption on GDP and population growth.

The damage modelling is analogous to the one reported in Aznar-Siguan et al. (2019). At each exposure point, the damage is computed from the maximum sustained 1-min wind speed value at the corresponding centroid point (same grid) using regionally calibrated vulnerability curves (Eberenz et al. 2021). The damage per country is the aggregated sum over all centroids contained in the country for both the average annual impact and the 1/100 years impact. The reported standard deviation describes the spread of the aggregated data and corresponds to aleatoric (intrinsic natural uncertainty) uncertainty arising from the probabilistic storm set.

The version used was CLIMADA 2.1.1 (Aznar-Siguan, 2021) and the code is publicly available on github: https://github.com/CLIMADA-project/climada_python. Detailed information on the application of the flood damage and the tropical cyclone modeling can be found at:


For more information on CLIMADA, please refer to Prof. Dr. David N. Bresch, Institute for Environmental Decisions, ETH Zurich, Switzerland, www.wcr.ethz.ch or Dr. Chahan Kropf, Institute for Environmental Decisions, ETH Zurich, Switzerland, www.wcr.ethz.ch.

Note: While the variables land fraction annually exposed to river floods, river flood depth, river flood damages, and tropical cyclone damages are available on a higher resolution as the ISIMIP output (2.1), for technical reasons maps for bigger countries are displayed in a lower distribution (0.5° instead of 150arcsec). Those countries are Argentina, Antarctica, Australia, Brazil, Canada, China, Greenland, India, Indonesia, Kazakhstan, Russia, and the United States.

4.4. Visualisation

4.4.1. Time Series

The time series plots show how projected impacts will unfold over time according to the selected scenarios (see Fig. 7). Except for the indicators for economic damages that were derived from CLIMADA, which are summed over the territorial units of interest, the gridded data are averaged over the selected continent, country or province by weighting the projected changes in the selected indicator by either the area of each grid cell that lies within it,
or by the population or GDP that lives or is located within these grid cells (see 1.6). For some indicators, seasonal averages can be displayed in addition to annually averaged impacts (see 1.6.2).

The units in which changes in the selected indicators are expressed are displayed next to the y-axis. The thick coloured line represents the median changes over all models, while the shaded area around it shows the 5-95% uncertainty range in impact projections for each year (see 1.5 for more details).

A compare function allows the display of two different scenarios in the same figure.

Please note: We do not show time series plots for country-indicator or region-indicator combinations for which either the median projected changes or the upper or lower bound of the full uncertainty range exceeds +1000% or -1000%. Such extreme ranges hint at challenges with the underlying dataset and are thus excluded from our presentation of results.

Figure 18 Example of a time series plot: Comparison of two scenarios

4.4.2. Country maps

The displayed maps show the spatial patterns of projected changes in the selected indicator over the selected country. More specifically, they show the median projected changes across the model ensemble. Grid cells where less than 66% of the GCMs or GCM-IM combinations agree on the sign of the change are hatched to signal insufficient model agreement. For the indicators for which we show relative differences to the reference values, the changes are cut at -100% and +100%, which means that grid cells experiencing changes below -100% and above 100% are represented with the same colours as those used for these threshold values.

The CIE allows users to compare country maps for different scenarios, years or warming levels (see Fig. 8). Two different maps can be selected and then displayed side by side, with an additional map on the right highlighting the differences between both selections.
4.5. Acknowledgments for the Climate Impact Explorer

The Climate Impact Explorer was developed by Climate Analytics with contributions from Thessa Beck, Quentin Lejeune, Inga Menke, Peter Pfleiderer, Eoin Quill, Carl-Friedrich Schleussner, Sylvia Schmidt, and Nicole van Maanen, and implemented by Flavio Gortana.

Its development was supported by ClimateWorks Foundation and Bloomberg Philanthropies in the context of a collaboration with the Network for Greening the Financial System, as well as the German Ministry for Education and Research.

We would like to thank the following contributors: David N. Bresch (Swiss Federal Institute of Technology - ETHZ), Katja Frieler (Potsdam Institute for Climate Impact Research - PIK), Chahan Kropf (Swiss Federal Institute of Technology - ETHZ), Christian Otto (Potsdam Institute for Climate Impact Research - PIK), Inga Sauer (Potsdam Institute for Climate Impact Research - PIK).
## Glossary

The following table lists a number of key terms and acronyms used within this document, and gives definitions and further information. Some of the definitions are taken from the glossaries of the fourth assessment report and the special report on 1.5 °C of the IPCC (IPCC 2007, 2018b), where much more terms and more extensive explanations can be found (e.g. [https://www.ipcc.ch/sr15/chapter/glossary](https://www.ipcc.ch/sr15/chapter/glossary)).

<table>
<thead>
<tr>
<th>Term</th>
<th>Acronym</th>
<th>Definition</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Agriculture, Forestry and Other Land Use</strong></td>
<td>AFOLU</td>
<td>The Agriculture, Forestry and Other Land Use is a unique sector since the mitigation potential is derived from both an enhancement of removals of greenhouse gases (GHG), as well as reduction of emissions through management of land and livestock.</td>
</tr>
<tr>
<td><strong>Bioenergy</strong></td>
<td></td>
<td>Energy derived from any form of biomass or its metabolic by-products.</td>
</tr>
<tr>
<td><strong>Biofuel</strong></td>
<td></td>
<td>A fuel, generally in liquid form, produced from biomass. Biofuels currently include bioethanol from sugarcane or maize, biodiesel from canola or soybeans, and black liquor from the paper-manufacturing process. See also Biomass and Bioenergy.</td>
</tr>
<tr>
<td><strong>Biomass</strong></td>
<td></td>
<td>Living or recently dead organic material. See also Bioenergy and Biofuel.</td>
</tr>
<tr>
<td><strong>Bioenergy with Carbon Capture and Storage</strong></td>
<td>BECCS</td>
<td>Carbon dioxide capture and storage (CCS) technology applied to a bioenergy facility. Note that depending on the total emissions of the BECCS supply chain, carbon dioxide (CO₂) can be removed from the atmosphere. The integrated assessment models used to develop the NGFS transition scenarios assume that BECCS technologies remove carbon dioxide from the atmosphere. See also Bioenergy and Carbon dioxide capture and storage (CCS).</td>
</tr>
<tr>
<td><strong>Carbon Budget</strong></td>
<td></td>
<td>This term refers to three concepts in the literature: (1) an assessment of carbon cycle sources and sinks on a global level, through the synthesis of evidence for fossil fuel and cement emissions, land-use change emissions, ocean and land CO₂ sinks, and the resulting atmospheric CO₂ growth rate. This is referred to as the global carbon budget; (2) the estimated cumulative amount of global carbon dioxide emissions that is estimated to limit global surface temperature to a given level above a reference period, taking into account global surface temperature contributions of other GHGs and climate forcers; (3) the distribution of the carbon budget defined under (2) to the regional, national, or sub-</td>
</tr>
</tbody>
</table>
national level based on considerations of equity, costs or efficiency.

| **Carbon dioxide** | CO₂ | A naturally occurring gas, CO₂ is also a by-product of burning fossil fuels (such as oil, gas and coal), of burning biomass, of land-use changes (LUC) and of industrial processes (e.g., cement production). It is the principal anthropogenic greenhouse gas (GHG) that affects the Earth’s radiative balance. It is the reference gas against which other GHGs are measured and therefore has a global warming potential (GWP) of 1. |
| **Carbon Capture and Storage** | CCS | A process in which a relatively pure stream of carbon dioxide (CO₂) from industrial and energy-related sources is separated (captured), conditioned, compressed and transported to a storage location for long-term isolation from the atmosphere. Sometimes referred to as Carbon capture and storage. |
| **Carbon Dioxide Removal** | CDR | Anthropogenic activities removing CO₂ from the atmosphere and durably storing it in geological, terrestrial, or ocean reservoirs, or in products. It includes existing and potential anthropogenic enhancement of biological or geochemical sinks and direct air capture and storage, but excludes natural CO₂ uptake not directly caused by human activities. |
| **Carbon price (also emissions price)** |  | The price for avoided or released carbon dioxide (CO₂) or CO₂-equivalent emissions. This may refer to the rate of a carbon tax, or the price of emission permits. In many models that are used to assess the economic costs of mitigation, carbon prices are used as a proxy to represent the level of effort in mitigation policies. |
| **Global Change Assessment Model** | GCAM | GCAM is an integrated tool for exploring the dynamics of the coupled human-Earth system and the response of this system to global changes. |
| **Global climate model (also referred to as general circulation model)** | GCM | A numerical representation of the climate system based on the physical, chemical and biological properties of its components, their interactions and feedback processes, and accounting for some of its known properties. The climate system can be represented by models of varying complexity; that is, for any one component or combination of components a spectrum or hierarchy of models can be identified, differing in such aspects as the number of spatial dimensions, the extent to which physical, chemical or biological processes are explicitly represented, or the level at which empirical parametrisations are involved. There is an evolution towards more complex models with |
interactive chemistry and biology. Climate models are applied as a research tool to study and simulate the climate and for operational purposes, including monthly, seasonal and interannual climate predictions.

<table>
<thead>
<tr>
<th><strong>Global mean surface temperature</strong></th>
<th>GMST (also GMT)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Estimated global average of near-surface air temperatures over land and sea-ice, and sea surface temperatures over ice-free ocean regions, with changes normally expressed as departures from a value over a specified reference period. When estimating changes in GMST, near-surface air temperature over both land and oceans are also used.</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th><strong>Global warming</strong></th>
</tr>
</thead>
<tbody>
<tr>
<td>The estimated increase in global mean surface temperature (GMST) averaged over a 30-year period, or the 30-year period centered on a particular year or decade, expressed relative to pre-industrial levels unless otherwise specified. For 30-year periods that span past and future years, the current multi-decadal warming trend is assumed to continue.</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th><strong>Greenhouse gases</strong></th>
<th>GHG</th>
</tr>
</thead>
<tbody>
<tr>
<td>Greenhouse gases are those gaseous constituents of the atmosphere, both natural and anthropogenic, that absorb and emit radiation at specific wavelengths within the spectrum of terrestrial radiation emitted by the Earth’s surface, the atmosphere itself and by clouds. This property causes the greenhouse effect. Water vapour (H₂O), carbon dioxide (CO₂), nitrous oxide (N₂O), methane (CH₄) and ozone (O₃) are the primary GHGs in the Earth’s atmosphere. Moreover, there are a number of entirely human-made GHGs in the atmosphere, such as the halocarbons and other chlorine- and bromine-containing substances, dealt with under the Montreal Protocol. Beside CO₂, N₂O and CH₄, the Kyoto Protocol deals with the GHGs sulphur hexafluoride (SF₆), hydrofluorocarbons (HFCs) and perfluorocarbons (PFCs).</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th><strong>Earth System Grid Federation</strong></th>
<th>ESGF</th>
</tr>
</thead>
<tbody>
<tr>
<td>The Earth System Grid Federation (ESGF) Peer-to-Peer (P2P) enterprise system is a collaboration that develops, deploys and maintains software infrastructure for the management, dissemination, and analysis of model output and observational data. ESGF’s primary goal is to facilitate advancements in Earth System Science. It is an interagency and international effort.</td>
<td></td>
</tr>
</tbody>
</table>

https://esgf.llnl.gov

<table>
<thead>
<tr>
<th><strong>Energy</strong></th>
</tr>
</thead>
<tbody>
<tr>
<td>The amount of work or heat delivered. Energy is classified in a variety of types and becomes useful to human ends when it flows from one place to another or is converted from one type into another. <strong>Primary energy</strong> (also referred to as energy sources) is the energy</td>
</tr>
</tbody>
</table>
embodied in natural resources (e.g., coal, crude oil, natural gas, uranium) that has not undergone any anthropogenic conversion. It is transformed into **secondary energy** by cleaning (natural gas), refining (oil in oil products) or by conversion into electricity or heat. When the secondary energy is delivered at the end-use facilities it is called **final energy** (e.g., electricity at the wall outlet), where it becomes **usable energy** (e.g., light). Daily, the sun supplies large quantities of energy as rainfall, winds, radiation, etc. Some share is stored in biomass or rivers that can be harvested by men. Some share is directly usable such as daylight, ventilation or ambient heat. **Renewable energy** is obtained from the continuing or repetitive currents of energy occurring in the natural environment and includes non-carbon technologies such as solar energy, hydropower, wind, tide and waves and geothermal heat, as well as carbon-neutral technologies such as biomass.

<table>
<thead>
<tr>
<th>Integrated Assessment Model</th>
<th>IAM</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Integrated assessment models (IAMs)</strong> integrate knowledge from two or more domains into a single framework. They are one of the main tools for undertaking integrated assessments.</td>
<td></td>
</tr>
</tbody>
</table>

One class of IAM used in respect of climate change mitigation may include representations of: multiple sectors of the economy, such as energy, land use and land-use change; interactions between sectors; the economy as a whole; associated GHG emissions and sinks; and reduced representations of the climate system. This class of model is used to assess linkages between economic, social and technological development and the evolution of the climate system.

Another class of IAM additionally includes representations of the costs associated with climate change impacts, but includes less detailed representations of economic systems. These can be used to assess impacts and mitigation in a cost–benefit framework and have been used to estimate the social cost of carbon.

<table>
<thead>
<tr>
<th>International Institute for Applied Systems Analysis</th>
<th>IIASA</th>
</tr>
</thead>
<tbody>
<tr>
<td>The International Institute for Applied Systems Analysis (IIASA) is an independent, international research institute that conducts policy-oriented research into issues that are too large or complex to be solved by a single country or academic discipline. This includes pressing concerns that affect the future of all of humanity, such as climate change, energy security, population aging, and sustainable development.</td>
<td></td>
</tr>
</tbody>
</table>

[https://iiasa.ac.at](https://iiasa.ac.at)
The Inter-Sectoral Impact Model Intercomparison Project (ISIMIP) offers a framework for consistently projecting the impacts of climate change across affected sectors and spatial scales. An international network of climate-impact modellers contribute to a comprehensive and consistent picture of the world under different climate-change scenarios.

https://www.isimip.org

Model for the Assessment of Greenhouse Gas Induced Climate Change

MAGICC

Name of simple climate model

http://www.magicc.org

Model of Agricultural Production and its Impacts on the Environment

MAgPIE

Land use system component of PIK’s IAM framework REMIND-MAgPIE


Model for Energy Supply Strategy Alternatives and their General Environmental Impact

MESSAGE

Energy system module of IIASA’s IAM framework MESSAGEix-GLOBIOM, used here as short form to refer to the whole model


Methane

CH₄

One of the six greenhouse gases (GHGs) to be mitigated under the Kyoto Protocol and is the major component of natural gas and associated with all hydrocarbon fuels. Significant emissions occur as a result of animal husbandry and agriculture, and their management represents a major mitigation option

Nationally determined contribution

NDC

A term used under the United Nations Framework Convention on Climate Change (UNFCCC) whereby a country that has joined the Paris Agreement outlines its plans for reducing its emissions. Some countries’ NDCs also address how they will adapt to climate change impacts, and what support they need from, or will provide to, other countries to adopt low-carbon pathways and to build climate resilience.

Net zero CO₂ emissions

A situation of net zero CO₂ emissions is achieved when, as a result of human activities, the same amount of CO₂ is removed from the atmosphere than is emitted into it. Net CO₂ emissions become negative when more CO₂ is removed from the atmosphere than emitted into it (i.e. net negative CO2 emissions).

When multiple greenhouse gases are involved, the quantification of negative emissions depends on the climate metric chosen to compare emissions of different...
gases (such as global warming potential, global temperature change potential, and others, as well as the chosen time horizon).

<table>
<thead>
<tr>
<th>NGFS Scenario Explorer</th>
<th>NGFS SE</th>
</tr>
</thead>
</table>
| The NGFS Scenario Explorer is a web-based user interface for scenario results and historical reference data and is hosted by IIASA [data.ene.iiasa.ac.at/ngfs](http://data.ene.iiasa.ac.at/ngfs).

<table>
<thead>
<tr>
<th>Nitrous oxide</th>
<th>N₂O</th>
</tr>
</thead>
</table>
| One of the six greenhouse gases (GHGs) to be mitigated under the Kyoto Protocol. The main anthropogenic source of N₂O is agriculture (soil and animal manure management), but important contributions also come from sewage treatment, fossil fuel combustion, and chemical industrial processes. N₂O is also produced naturally from a wide variety of biological sources in soil and water, particularly microbial action in wet tropical forests.

<table>
<thead>
<tr>
<th>Pathway</th>
</tr>
</thead>
</table>
| The term is being used with two slightly different meanings (see below), including in this report. The term “Transition pathways” is being used here to refer to the transition scenarios (to clearer differentiate from the term “NGFS scenarios”), although one of them ("Current Policies") is not a pathway in the strict sense of meaning (1).

1. A goal-oriented scenario: The temporal evolution of natural and/or human systems towards a future goal. Pathway concepts range from sets of quantitative and qualitative scenarios or narratives of potential futures to solution-oriented decision-making processes to achieve desirable societal goals (which means the term in this meaning is only applicable to a subset of scenarios, as not all scenarios (e.g. baseline scenarios) are target-focused). Pathway approaches typically focus on biophysical, techno-economic, and/or socio-behavioural trajectories and involve various dynamics, goals and actors across different scales.

2. Trajectory of a specific aspect (or variable(s)) in a scenario, for example the evolution of greenhouse-gas concentrations in the RCPs. This can lead to confusion, e.g. when "RCP 8.5" in form of a synecdoche (pars-proto-toto) is also being used to refer to the underlying baseline scenario, which is not a pathway in the sense of meaning (1).

<table>
<thead>
<tr>
<th>Potsdam Institute for Climate Impact Research, Member of the Leibniz Association</th>
<th>PIK</th>
</tr>
</thead>
<tbody>
<tr>
<td>A public research institute in Potsdam, Germany <a href="http://www.pik-potsdam.de">www.pik-potsdam.de</a></td>
<td></td>
</tr>
<tr>
<td>Pre-industrial</td>
<td>The multi-century period prior to the onset of large-scale industrial activity around 1750. The reference period 1850–1900 is used to approximate pre-industrial global mean surface temperature (GMST).</td>
</tr>
<tr>
<td>-------------------------------------------------------------------------------</td>
<td>--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------</td>
</tr>
<tr>
<td><strong>Primary energy accounting</strong></td>
<td>Several accounting methods are used in energy analyses that lead to different estimates of primary energy use.</td>
</tr>
<tr>
<td></td>
<td>Three methods are predominantly used: the <em>direct equivalent method</em> used in UN Statistics and IPCC reports, the <em>physical energy content method</em> used by the OECD, the IEA and Eurostat and the <em>substitution method</em> used by BP and the US EIA.</td>
</tr>
<tr>
<td></td>
<td>The <em>direct equivalent method</em> counts one unit of secondary energy provided from non-combustible sources as one unit of primary energy, that is, 1 kWh of electricity or heat is accounted for as 1 kWh = 3.6 MJ of primary energy.</td>
</tr>
<tr>
<td><strong>Regional Model of Investments and Development</strong></td>
<td>Energy system component of PIK’s IAM framework REMIND-MAgPIE, used here as short name to refer to the whole model</td>
</tr>
<tr>
<td><strong>Representative Concentration Pathway</strong></td>
<td>Scenarios that include time series of emissions and concentrations of the full suite of greenhouse gases (GHGs) and aerosols and chemically active gases, as well as land use/land cover (Moss et al., 2010). The word representative signifies that each RCP provides only one of many possible scenarios that would lead to the specific radiative forcing characteristics. The term pathway emphasises that not only the long-term concentration levels are of interest, but also the trajectory taken over time to reach that outcome (Moss et al., 2010). RCPs usually refer to the portion of the concentration pathway extending up to 2100, for which Integrated Assessment Models produced corresponding emission scenarios.</td>
</tr>
<tr>
<td><strong>Shared Socioeconomic Pathway</strong></td>
<td>Shared Socio-economic Pathways (SSPs) were developed to complement the RCPs with varying socio-economic challenges to adaptation and mitigation (Kriegler et al., 2012; O’Neill et al., 2014). Based on five narratives, the SSPs describe alternative socio-economic futures in the absence of climate policy intervention, comprising sustainable development (SSP1), regional rivalry (SSP3), inequality (SSP4), fossil–fueled development (SSP5) and middle-of-the-road development (SSP2) (O’Neill et al., 2017; Riahi, Vuu ren, et al., 2017). The combination of</td>
</tr>
</tbody>
</table>
SSP-based socio-economic scenarios and Representative Concentration Pathway (RCP)-based climate projections provides an integrative frame for climate impact and policy analysis.

**Scenario**

A plausible description of how the future may develop based on a coherent and internally consistent set of assumptions about key driving forces (e.g., rate of technological change, prices) and relationships. Note that scenarios are neither predictions nor forecasts, but are used to provide a view of the implications of developments and actions.

**Sustainable Development Goals (SDGs)**

The 17 global goals for development for all countries established by the United Nations through a participatory process and elaborated in the 2030 Agenda for Sustainable Development, including ending poverty and hunger; ensuring health and well-being, education, gender equality, clean water and energy, and decent work; building and ensuring resilient and sustainable infrastructure, cities and consumption; reducing inequalities; protecting land and water ecosystems; promoting peace, justice and partnerships; and taking urgent action on climate change.
## Appendix

### Table A1.1 Regional definition of the GCAM model

<table>
<thead>
<tr>
<th>Model region</th>
<th>NGFS SE identifier</th>
<th>Iso codes</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Africa_Eastern</strong></td>
<td>GCAM5.3_NGFS</td>
<td>Africa_Eastern</td>
</tr>
<tr>
<td><strong>Africa_Northern</strong></td>
<td>GCAM5.3_NGFS</td>
<td>Africa_Northern</td>
</tr>
<tr>
<td><strong>Africa_Southern</strong></td>
<td>GCAM5.3_NGFS</td>
<td>Africa_Southern</td>
</tr>
<tr>
<td><strong>Africa_Western</strong></td>
<td>GCAM5.3_NGFS</td>
<td>Africa_Western</td>
</tr>
<tr>
<td>Argentina</td>
<td>GCAM5.3_NGFS</td>
<td>Argentina</td>
</tr>
<tr>
<td>Australia_NZ</td>
<td>GCAM5.3_NGFS</td>
<td>Australia_NZ</td>
</tr>
<tr>
<td>Brazil</td>
<td>GCAM5.3_NGFS</td>
<td>Brazil</td>
</tr>
<tr>
<td>Canada</td>
<td>GCAM5.3_NGFS</td>
<td>Canada</td>
</tr>
<tr>
<td>Central America and Caribbean</td>
<td>GCAM5.3_NGFS</td>
<td>Central America and Caribbean</td>
</tr>
<tr>
<td>Central Asia</td>
<td>GCAM5.3_NGFS</td>
<td>Central Asia</td>
</tr>
<tr>
<td>China</td>
<td>GCAM5.3_NGFS</td>
<td>China</td>
</tr>
<tr>
<td>Colombia</td>
<td>GCAM5.3_NGFS</td>
<td>Colombia</td>
</tr>
<tr>
<td>EU-12</td>
<td>GCAM5.3_NGFS</td>
<td>EU-12</td>
</tr>
<tr>
<td>EU-15</td>
<td>GCAM5.3_NGFS</td>
<td>EU-15</td>
</tr>
<tr>
<td>Europe_Eastern</td>
<td>GCAM5.3_NGFS</td>
<td>Europe_Eastern</td>
</tr>
<tr>
<td>Europe_Non_EU</td>
<td>GCAM5.3_NGFS</td>
<td>Europe_Non_EU</td>
</tr>
<tr>
<td>European Free Trade Association</td>
<td>GCAM5.3_NGFS</td>
<td>European Free Trade Association</td>
</tr>
<tr>
<td>Model region</td>
<td>Name</td>
<td>NGFS SE identifier</td>
</tr>
<tr>
<td>-------------------</td>
<td>-------------------------------</td>
<td>---------------------------------</td>
</tr>
<tr>
<td>CPA</td>
<td>Centrally planned Asia</td>
<td>MESSAGEix-GLOBIOM 1.1</td>
</tr>
<tr>
<td>India</td>
<td>GCAM5.3_NGFS</td>
<td>India</td>
</tr>
<tr>
<td>Indonesia</td>
<td>GCAM5.3_NGFS</td>
<td>Indonesia</td>
</tr>
<tr>
<td>Japan</td>
<td>GCAM5.3_NGFS</td>
<td>Japan</td>
</tr>
<tr>
<td>Mexico</td>
<td>GCAM5.3_NGFS</td>
<td>Mexico</td>
</tr>
<tr>
<td>Middle East</td>
<td>GCAM5.3_NGFS</td>
<td>Middle East</td>
</tr>
<tr>
<td>Pakistan</td>
<td>GCAM5.3_NGFS</td>
<td>Pakistan</td>
</tr>
<tr>
<td>Russia</td>
<td>GCAM5.3_NGFS</td>
<td>Russia</td>
</tr>
<tr>
<td>South Africa</td>
<td>GCAM5.3_NGFS</td>
<td>South Africa</td>
</tr>
<tr>
<td>South America_Northern</td>
<td>GCAM5.3_NGFS</td>
<td>South America_Northern</td>
</tr>
<tr>
<td>South America_Southern</td>
<td>GCAM5.3_NGFS</td>
<td>South America_Southern</td>
</tr>
<tr>
<td>South Asia</td>
<td>GCAM5.3_NGFS</td>
<td>South Asia</td>
</tr>
<tr>
<td>South Korea</td>
<td>GCAM5.3_NGFS</td>
<td>South Korea</td>
</tr>
<tr>
<td>Southeast Asia</td>
<td>GCAM5.3_NGFS</td>
<td>Southeast Asia</td>
</tr>
<tr>
<td>Taiwan</td>
<td>GCAM5.3_NGFS</td>
<td>Taiwan</td>
</tr>
<tr>
<td>USA</td>
<td>GCAM5.3_NGFS</td>
<td>USA</td>
</tr>
<tr>
<td>Region</td>
<td>Model</td>
<td>Countries</td>
</tr>
<tr>
<td>-----------------</td>
<td>------------------------------</td>
<td>---------------------------------------------------------------------------</td>
</tr>
<tr>
<td>PAS Other Pacific Asia</td>
<td>MESSAGEix-GLOBIOM 1.1</td>
<td>IDN, KOR, ASM, BRN, CCK, COK, CXR, FJI, FSM, GUM, KHM, KIR, LAO, MHL, MMR, MNP, MYS, MYT, NCL, NIH, NRU, PCI, PCN, PHL, PLW, PNG, PRK, PYF, SGP, SLB, SYC, THA, TKL, TLS, TON, TUV, VNM, VUT, WSM, TWN</td>
</tr>
<tr>
<td>SAS South Asia</td>
<td>MESSAGEix-GLOBIOM 1.1</td>
<td>AFG, BGD, BTN, IND, LKA, MDV, NPL, PAK</td>
</tr>
<tr>
<td>EEU Eastern Europe</td>
<td>MESSAGEix-GLOBIOM 1.1</td>
<td>BGR, CYP, CZE, EST, HUN, LTU, LVA, MLT, POL, ROU, SVK, SVN, ALB, BIH, HRV, MKD, MNE, SCG, SRB, TUR, YUG</td>
</tr>
<tr>
<td>WEU Western Europe</td>
<td>MESSAGEix-GLOBIOM 1.1</td>
<td>AND, AUT, BEL, CHI, DEU, DNK, ESP, FIN, FLK, FRA, FRO, GBR, GIB, GRC, GRL, IML, IRL, ITA, LUX, MCO, NLD, PRT, SHN, SMR, SPM, SWE, TCA, VAT, VGB, WLF, CHE, ISL, LIE, NOR, SLM</td>
</tr>
<tr>
<td>FSU Former Soviet Union</td>
<td>MESSAGEix-GLOBIOM 1.1</td>
<td>ARM, AZE, BLR, GEO, KAZ, KGZ, MDA, RUS, TJK, TKM, UKR, UZB</td>
</tr>
<tr>
<td>LAM Latin America and the Caribbean</td>
<td>MESSAGEix-GLOBIOM 1.1</td>
<td>ABW, AIA, ARG, ATG, BHS, BLZ, BMU, BOL, BRA, BRB, CHL, COL, CRI, CUB, CYM, DMA, DOM, ECU, FLK, GLP, GRD, GUM, GUF, GUY, HND, HTI, JAM, KNA, LCA, MEX, MSR, MTQ, NIC, PAN, PER, PRY, SLV, SUR, TCA, TTO, URY, VCT, VEN, VGB, VJR</td>
</tr>
<tr>
<td>MEA Middle-East and North Africa</td>
<td>MESSAGEix-GLOBIOM 1.1</td>
<td>DZA, EGY, EST, LBY, MAR, TUN, ARE, BHR, IRN, IRQ, ISR, JOR, KWT, LBN, OMN, PSE, QT, SAU, SYR, YEM</td>
</tr>
<tr>
<td>NAM North America</td>
<td>MESSAGEix-GLOBIOM 1.1</td>
<td>PRI, USA, VIR, CAN</td>
</tr>
<tr>
<td>PAO Pacific OECD</td>
<td>MESSAGEix-GLOBIOM 1.1</td>
<td>AUS, NZL, JPN</td>
</tr>
<tr>
<td>SSA Sub-Saharan Africa</td>
<td>MESSAGEix-GLOBIOM 1.1</td>
<td>AGO, BDI, BEN, BFA, BWA, CAF, CIV, CMR, COD, COG, COM, CPY, DJI, ERI, ETH, GAB, GHA, GIN, GMB, GNB, GNQ, KEN, LBR, LSO, MDG, MLI, MOZ, MRT, MUS, MWI, MYT, NAM, NER, NGA, REU, RWA, SEN, SHN, SLE, SOM, STP, SWZ, SYC, TCD, TGO, TZA, UGA, ZAF, ZMB, ZWE</td>
</tr>
</tbody>
</table>
Table A1.3  Regional definition of the REMIND-MAgPIE model

<table>
<thead>
<tr>
<th>Model region</th>
<th>Name</th>
<th>NGFS SE identifier</th>
<th>Iso codes</th>
</tr>
</thead>
<tbody>
<tr>
<td>China</td>
<td>China, Hong Kong and Macau</td>
<td>REMIND-MAgPIE 2.1-4.2</td>
<td>CHN, HKG, MAC, TWN</td>
</tr>
<tr>
<td>India</td>
<td>India</td>
<td>REMIND-MAgPIE 2.1-4.2</td>
<td>IND</td>
</tr>
<tr>
<td>Japan</td>
<td>Japan</td>
<td>REMIND-MAgPIE 2.1-4.2</td>
<td>JPN</td>
</tr>
<tr>
<td>REF</td>
<td>Reforming economies</td>
<td>REMIND-MAgPIE 2.1-4.2</td>
<td>ARM, AZE, BLR, GEO, KAZ, KGZ, MDA, RUS, TJK, TKM, UKR, UZB</td>
</tr>
<tr>
<td>USA</td>
<td>United States of America</td>
<td>REMIND-MAgPIE 2.1-4.2</td>
<td>USA</td>
</tr>
<tr>
<td>OAS</td>
<td>Other Asian Countries</td>
<td>REMIND-MAgPIE 2.1-4.2</td>
<td>AFG, ASM, BGD, BRN, BTN, CCK, COK, CXR, FIJ, FSM, GUM, IDN, KHM, KIR, KOR, LAO, LKA, MDV, MHL, MMR, MNG, MNP, MYS, NCL, NFK, NIU, NPL, PAK, PCN, PHL, PLW, PNG, PRK, PYF, SGP, SLB, THA, TKL, TLS, TON, TUV, VNM, VUT, WLF, WSM</td>
</tr>
<tr>
<td>EUR</td>
<td>European Union (former EU-28 until 31 January 2020)</td>
<td>REMIND-MAgPIE 2.1-4.2</td>
<td>AUT, BEL, BGR, CYP, CZE, DEU, DNK, ESP, EST, FIN, FRA, FRO, GBR, GIB, GRC, GRL, HUN, IMN, IRL, ITA, JEY, LTP, LUX, LVA, MLT, NLD, POL, PRT, ROU, SVK, SVN, SWE</td>
</tr>
<tr>
<td>LAM</td>
<td>Latin America and the Caribbean</td>
<td>REMIND-MAgPIE 2.1-4.2</td>
<td>ABW, AIA, ARG, ATG, BHS, BLZ, BMU, BOL, BRA, BRB, CHI, COL, CRI, CUB, CYM, DMA, DOM, ECU, FLK, GLP, GRD, GTM, GUF, GUY, HND, HTI, JAM, KNA, LCA, MEX, MSR, MTQ, NIC, PAN, PER, PRY, SLV, SUR, TCA, TTO, URY, VCT, VEN, VGB, VIR, PRI, PRI, VIR</td>
</tr>
<tr>
<td>MEA</td>
<td>Middle-East, North Africa and Central Asia</td>
<td>REMIND-MAgPIE 2.1-4.2</td>
<td>ARE, BHR, DZA, EGY, ESH, IRN, IRQ, ISR, JOR, KWT, LBN, LBV, MAR, OMN, PSE, QAT, SAU, SDN, SYR, TUN, YEM</td>
</tr>
<tr>
<td>SSA</td>
<td>Sub-Saharan Africa</td>
<td>REMIND-MAgPIE 2.1-4.2</td>
<td>AGO, BDI, BWA, COM, DJI, ERI, ETH, KEN, MDG, MUS, REU, RWA, SDN, SOM, SSF, UGA,</td>
</tr>
<tr>
<td>Country Code</td>
<td>Region</td>
<td>Notes</td>
<td></td>
</tr>
<tr>
<td>--------------</td>
<td>-------------------------</td>
<td>-----------------</td>
<td></td>
</tr>
<tr>
<td>AGO, BWA, LSO, MOZ, MWI, NAM, SWZ, TZA, ZMB, ZWE, BEN, BFA, CAF, CIV, CMR, COD, COG, CPV, GAB, GHA, GIN, GMB, GNB, GNQ, LBR, MLI, MRT, NER, NGA, SEN, SLE, STP, TCD, TGO, ZAF</td>
<td>Non-EU Europe</td>
<td>REMIND-MAgPIE 2.1-4.2</td>
<td>NEU</td>
</tr>
<tr>
<td>ALB, AND, BIH, CHE, GGY, HRV, ISL, LIE, MCO, MKD, MNE, NOR, NRU, SJM, SMR, SPM, SRB, TUR, VAT</td>
<td>CAN, AUS, NZL, HMD, SPM</td>
<td>Canada, Australia, New Zealand</td>
<td>REMIND-MAgPIE 2.1-4.2</td>
</tr>
</tbody>
</table>
Bibliography


Dasgupta, S.; et al. (forthcoming) Impacts of climate change on combined labour productivity and supply.


Frieler, K., Lange, S., Piontek, F., Reyer, C. P. O., Schewe, J., Warszawski, L., Zhao, F., Chini, L., Denivl, S., Emanuel, K., Geiger, T., Halladay, K.,


IPCC. (2018a) Summary for Policymakers. In Global Warming of 1.5°C. An IPCC Special Report on the impacts of global warming of 1.5°C above pre-industrial levels and related global greenhouse gas emission pathways, in the context of strengthening the global response to the threat of climate change, sustainable development, and efforts to eradicate poverty.


