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Impact as a New Asset Class - Part IV

As global challenges intensify, the Resilience Portfolio Approach (RPA) emerges as a transformative framework that unites AxessImpact's innovations—such as Impact Units, systemic investing, and phased de-risking—into a dynamic strategy. The RPA integrates systemic thinking, regenerative principles, and portfolio-level design to align financial flows with long-term ecological and social resilience. This approach not only enables measurable and claimable outcomes but also positions portfolios as drivers of systemic change, unlocking the potential for a truly regenerative economy.

BY YVES CARNAZZOLA • DECEMBER 20, 2024

Resilience Portfolio Approach—Systemic and Regenerative by Design

Amid escalating global challenges, AxessImpact has been steadfastly building the foundations of an impact-driven financial paradigm. From the creation of Habitat—a transformative digital operating system fostering transparency, collaboration, and accountability—to the introduction of holistic Impact Units as exchangeable assets, AxessImpact has established the groundwork for a new economic approach. These innovations go beyond a product-as-a-service model for measuring, verifying, and monetizing impact; they represent a robust framework designed to align traditional financial systems with ecological and societal priorities.

The Resilience Portfolio Approach (RPA) builds upon this foundation, offering a portfolio-driven framework that integrates systemic thinking and regenerative principles into investment strategies. It transcends traditional risk-return paradigms and volatility management, embracing uncertainty as a catalyst for innovation. By embedding resilience, robustness and regeneration at the core of portfolio construction, the RPA enables a

collaborative and transparent economy, delivering measurable ecological and social outcomes alongside sustainable financial returns.

Through the RPA, Habitat, and Impact Units, AxessImpact advances its vision of a dynamic ecosystem where investments serve as powerful agents of systemic change. This approach fosters planetary health and societal resilience while showcasing the scalability and adaptability of impact-driven solutions. Together, these innovations chart a transformative pathway to a regenerative economy, where financial success and impact are inextricably linked, reshaping markets to prioritize long-term sustainability over short-term gains.

A Systemic Approach to Portfolio Design

Traditional portfolio strategies are rooted in reductionist models, focusing narrowly on optimizing risk and return while disregarding the interconnected nature of global challenges. In contrast, the RPA treats portfolios as dynamic ecosystems, habitats, capable of adapting to evolving risks and opportunities while addressing systemic vulnerabilities. By aligning financial systems with planetary boundaries and societal needs, the RPA shifts the focus from short-term efficiency to long-term adaptability and impact.

At its core, the RPA integrates complexity economics into portfolio management, recognizing that uncertainty is an inherent feature of modern investment landscapes. This approach addresses both systematic risks, such as market volatility, and systemic risks, including environmental and social disruptions, while incorporating polycapital to ensure portfolios are resilient to cascading effects in interconnected systems.

Technology: A Foundation for Transparency and Adaptability

Technology lies at the heart of the RPA's capacity to navigate complexity and scale impact. The Habitat operating system, alongside AxessImpact's suite of digital tools, enables real-time monitoring, verification, and collaboration. This ecosystem enhances transparency by breaking down uncertainty into auditable activities, each supported by verifiable proofs. By embracing risk within a transparent and accountable framework, the RPA transforms it into an acceptable catalyst for achieving meaningful outcomes, ensuring investments remain aligned with systemic objectives.

Through the Habitat operating system, activities are monitored and validated with precision, generating actionable insights and fostering data transparency. This framework incorporates feedback loops that dynamically refine strategies, adapting to the evolving influence of investments on systemic risks and overall market health. The Impact Library organizes and empowers this process by tracking multi-dimensional outcomes, seamlessly linking financial flows to ecological and social impacts. This integration not only enhances accountability and adaptability but also facilitates the creation of exchangeable Impact Units, further embedding transparency and value into the impact ecosystem.

Interconnected Habitats: Driving Systemic Investing and Portfolio Strategies

One of the key innovations of AxessImpact's RPA is the interconnected design of its Habitat operating system. Each project and activity is unique and white-labeled within its instance, yet seamlessly integrated into the broader AxessImpact Ecosystem. This interconnectedness fosters a network effect that is essential for scaling systemic investing. These Habitats, designed to align financial and ecological priorities, do not function in isolation. Instead, they form a dynamic, collaborative ecosystem where resources, knowledge, and impact data flow effortlessly across interconnected projects.

The interconnectedness of Habitats generates positive network effects, amplifying the value of each project as part of a broader system. For example, regenerative agriculture projects can share insights and best practices with biodiversity restoration initiatives, enabling cross-sector learning and collaboration. This synergy

strengthens systemic resilience by leveraging connections between projects, ensuring that no effort operates in isolation.

This network-driven approach also supports circular value chains, where outputs from one Habitat (e.g., improved soil health) become inputs for another (e.g., enhanced crop yields). Additionally, it enables the efficient allocation of capital, making a portfolio-based investment approach possible. Resources can be directed toward multiple projects and regions with the greatest potential for cascading positive impacts.

The flow of real-time data across Habitats ensures adaptive management, empowering decision-makers to respond swiftly to emerging challenges or opportunities. Feedback loops within the ecosystem further enhance this adaptability, enabling stakeholders to refine strategies continuously. Through this interconnected network, AxessImpact equips investors with the tools to fund projects using a portfolio approach, fostering resilience not only within their investments but also across the environments they impact, driving systemic and regenerative outcomes.

Structured Governance: Enabling Systemic Resilience

Governance plays a critical role in aligning investments with individual Habitats, their activities, and the overarching systemic and regenerative goals of the portfolio. The RPA incorporates a structured governance framework that integrates expert knowledge and fosters inclusivity. Diverse stakeholders, including local communities and technical experts, actively contribute to decision-making, the creation of proofs, and the verification of activities. This ensures that investments are guided by regional priorities while remaining aligned with global sustainability objectives.

The adaptive governance structures within the RPA enable agile decision-making and real-time adjustments, ensuring portfolios remain resilient to evolving risks and opportunities. By prioritizing collaboration, transparency, and shared responsibility, this governance framework not only builds trust among stakeholders but also drives systemic change.

Phased De-Risking: Bridging Innovation and Scale

The RPA's phased de-risking model bridges the gap between early-stage innovation and institutional-grade investments, ensuring a resilient pipeline of high-impact opportunities. The process begins with cost-based financing, where catalytic and blended capital supports early-stage projects, absorbing initial risks and establishing a foundation for systemic outcomes. Feasibility studies, stakeholder engagement, and baseline measurements are prioritized during this phase, creating the groundwork for measurable impact.

As projects mature, funding transitions to result-based financing, where capital is allocated based on verifiable milestones such as biodiversity gains or carbon sequestration. This phase emphasizes accountability, ensuring that investments deliver tangible outcomes. In the final stage, outcome-based financing aligns capital with large-scale, verified impacts, attracting institutional investors through instruments like green bonds and sustainability-linked notes. This phased approach ensures that investments are tailored to project maturity and risk profiles, creating a balanced ecosystem of innovation and scalability.

Metrics and Accountability: Linking Financial Flows Contribution to Claimable Outcomes

To ensure alignment between financial performance and systemic impact, the RPA integrates Impact Units and their robust metrics and monitoring systems. Tools such as causality mapping and the 3Ms process—Measure Outputs, Monitor Outcomes, and Manage Impact—embed transparency and accountability into every stage of the investment lifecycle. This framework enables the mapping of the causality of contributions and the claimability of Impact Units generated by each Habitat, creating a direct link between financial contributions,

their causal impact, and the claimable outcomes they generate. In simple terms, it ensures a clear connection between the money invested, the positive effects it creates, and the measurable results investors can take credit for. This empowers investors to track progress, make data-driven decisions, and claim the impacts they have helped to create.

By focusing on measurable and verified outcomes across ecological and social dimensions, the RPA ensures that portfolios deliver meaningful, high-integrity results aligned with systemic priorities.

In conclusion, the Resilience Portfolio Approach represents a paradigm shift in portfolio management, integrating systemic thinking and regenerative principles to create adaptive, outcome-driven strategies. By embedding technology, structured governance, interconnected Habitats, exchangeable Impact Units, and phased de-risking into its framework, the RPA empowers investors to navigate uncertainty and align capital with long-term ecological and social priorities.

In an era of unprecedented global challenges, the RPA provides a roadmap for portfolios to evolve beyond traditional frameworks, fostering resilience, equity, and planetary health. Through this approach, AxessImpact emphasizes the power of collective action, positioning investment portfolios as agents of systemic change and itself as a leader in the transition to a regenerative economy.



Yves Carnazzola
CEO
