# ESG data extraction from News

TextDistil - Auto-generate Computable Knowledge



#### Plan

#### PART 1

- Importance of ESG
- Controlled ESG data vs Alternate data
- Importance of Text & Knowledge
- Knowledge Graph, key benefits

#### PART 2

- Extracting Facts from Text into Knowledge (Fact) Graph TextDistil tool
  - Graph Powered Search
- Auto-generated Fact Graphs from Dow/Factiva News
  - Configuring TextDistil pipeline to extract ESG facts from News
  - Impact of the work

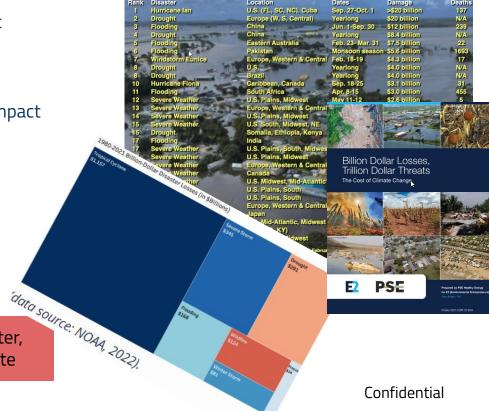
#### PART 3

- Demo
- ➤ Q&A



### Importance of ESG

- Severe Climate Events Adverse Business Impact (supply chain disruptions, population health, etc.)
- Positive Correlation
  Climate Change -> Climate Events -> Economic Impact
- Growing Demand For ESG
- ESG Assets under management ~ \$ 53 Trillion
  (3rd of total AUM by 2025 Bloomberg, Dec, 22)



Billion-Dollar Weather Disasters, Jan.-Sep. 2022

Successful ESG investing is predicated on better, clearer, timely ESG data - Objective, Upto-date



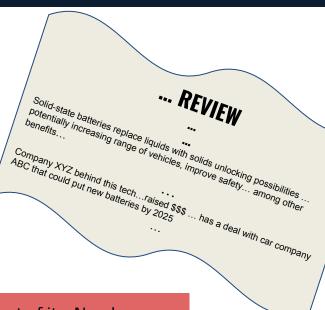
### Importance of Alternate Data

- **Controlled data:** Data self declared by companies without 3rd party oversight
- Controlled data is suspect, bit tainted! ('greenwashing' by companies)
- **Alternate data:** News, Social, etc. carries outside-in, objective, actionable information

Automation to the rescue!

News is **Timely** and **Actionable** - stale by the time of quarterly reports or other curated reporting by concerned departments

Alternate ESG data volumes are **exploding**. TEXT is a major part of it - Need





### Importance of Text

- Text carries 'Knowledge' unlike pre-processed sources like DB, Spreadsheets, etc.
- Knowledge is actionable, besides News makes it timely
- Extracting from Text, taps Knowledge at the source (wo distortions!)
- Knowledge extraction from text remains a difficult problem! Much Knowledge is left unexploited



Large Language Models together with Semantic Technology enable accurate extraction of Facts which are already primed to be added into Enterprise Knowledge Graphs



# Benefits of Knowledge Graph Analytics for ESG

- Knowledge Graphs enable storing, processing Knowledge user abstraction, stakeholder understandable
- Knowledge Graphs are flexible, support dynamic evolution (updates to ontology, dynamic facts)
- Sustainability and ESG is vast, complex, evolving No Standards
- KGs integrate many types of sources and source data types break down silos!
- Knowledge Graphs unlike RDBs store explicit relationships, track context
  - Simpler application development
  - Graph analytics
  - Graph search (vs other search)
  - Reasoning (auto-inferred facts) **Semantic** Graphs

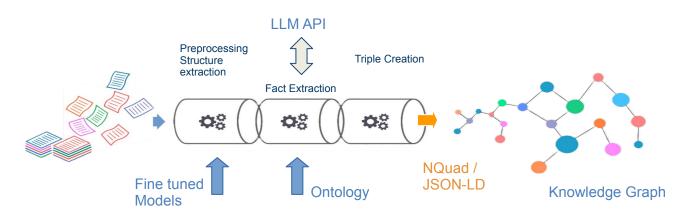
(technical reasons - ex: unique IDs, easy querying,..de-silo ...)





### Graph of facts extracted from text

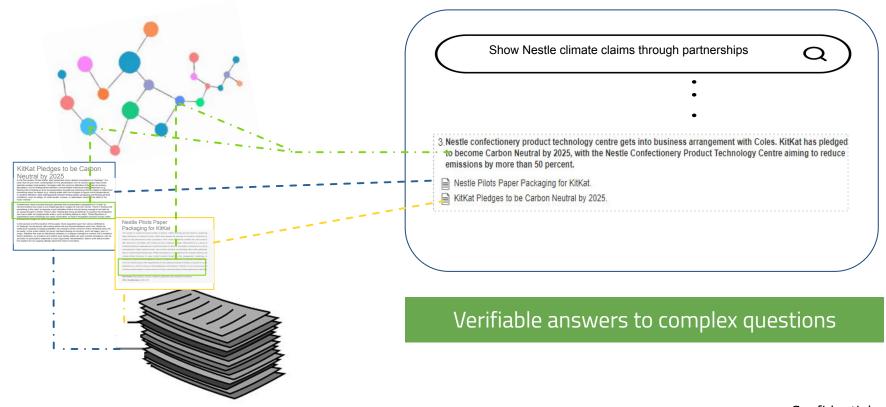
#### TextDistil



Knowledge Graph enables powerful Search & Query-API



## Knowledge Graph powered SEARCH



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## Knowledge Graph Search over Global News

#### **Knowledge Graph Search over Dow Jones / Factiva News service**

#### TextDistil on top of Dow/Factiva News Service

Knowledge Graph auto created from facts extracted from Global News

Domain Specific graphs based on Customer interest, for example: Carbon Emission claims, ESG Investments, climate events, corporate events, etc

Analysts, Researchers benefit from single click answers to complex questions against large corpora of Global News



Vocabularies/ Synonym lists

## Configure TextDistil to extract ESG Knowledge from News

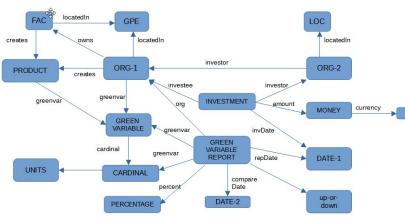
Inputs - Text documents, Outputs - NQuad files, JSON

Models trained on important variables (Green Variables, Organizations, etc.)

Labelled Data based on Taxonomy

> Target Ontology

#### **Extraction Graph**



	В	C	D	E	F
1	Biofuels	Biomass energy	Electricity	Energy/ Power	Fossil Fuel
2	biofuel		CO2 free electricity	energy	fossil fuel
3	second generation biofuels	biomass	cleanelectricity	fossil energy	low carbon fuels
4	renewable diesel	waste	electrical	electrical energy	oil
5	sustainable avaiation fuel	mine waste	electricity generation	energy projects	gasoline
6	SAF	plastic waste	electrification	affordable energy	crude oil
7	carbon-neutral eFuels	Land and biomass	electric power	power generation and storage	diesel
8	E85 flex fuel	polyethylene	electrical generation capacity	LNG Power	aviation fuel
9	ethanol	organic compost	electricity production capacity	power	fuel
10	ethanol production capacity	mixed plastic waste	electricity generated	power consumption	petroleum products
11	ethanol production	waste plastics	electricity consumption	power generation	Oil and Gas
12	biogas	solar-panel waste	battery	energy consumption	Crude oil production
13	E15 blended gasoline		battery storage	energy generation	oil equivalent
14	ethanol capacity	organic waste	electric vehicle battery	power supply	fossil-fuel
15	grey hydrogen		electrical power	power density	motor fuel
16	biomethane production	electricity from biogas	production of electricity	energy density	marine bunker fuels
17	biomethane	dump	consumption of electricity	Round The Clock power	petrol
18	Bio-LNG	plastic	electrical consumption	Flexible Power	oil consumption
19	e-kerosene	wastewater	electric	energy use	Fuel consumption
20	carbon-neutral kerosene		electricity capacity	energy intensity	diesel fuel
21	cellulosic ethanol		heat and electricity consumption	Power and energy	petroleum
22	HVO hydrotreated vegetable of		high electricity usage	energy storage	oils
23	biodiesel	municipal waste	total electricity generation capacity	adsorption energy	Shale oil and gas field
C 24	clean fuel	biochar	electricity consumption per capital	power capacity	oil production
25	clean fuels		net electricity consumption	power generation capacity	Oil and Gas Production
26	fuels SAF		electricity generation capacity	energy supply	crude oil spill
27	green fuel	biomass electricity generation		Energy Resources	jet
28	green fuels		zinc-air batteries	energy savings	unblended gasoline
29	Green Gas	0	batteries	high energy density	fuels
30	green hydrogen fuel		grid-scale battery	Total energy transmitted	Gasoil
31	low-carbon biofuels	methanol	hattery storage canacity	nower production	hydrocarbon oil

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## Impact of Work

- Extends analysis based on verifiable results to vast (limitless) number of documents. Frees up time for decision-making with confidence
- Enables **deeper analysis** by tracking **granular relationships** between entities and properties such as Organizations, People, Products, Money, Quantities (ex: 800 metric tons) etc.
- Extracted Fact Graph enables TWO high value workflows
  - Graph based Verifiable Search provides instant decision support
  - Knowledge Graph Create or extend Knowledge Graph with Facts ( aligned with target ontology) and ingested into an Enterprise Knowledge Graph
    - Rich KG Applications, Flexible Querying, Event detection, etc.





### Demo

https://textdistil.ai



## Let's keep in touch

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