



# FTSE Fixed Income EU Climate Benchmarks Index Series

Building decarbonisation trajectories into fixed income indices

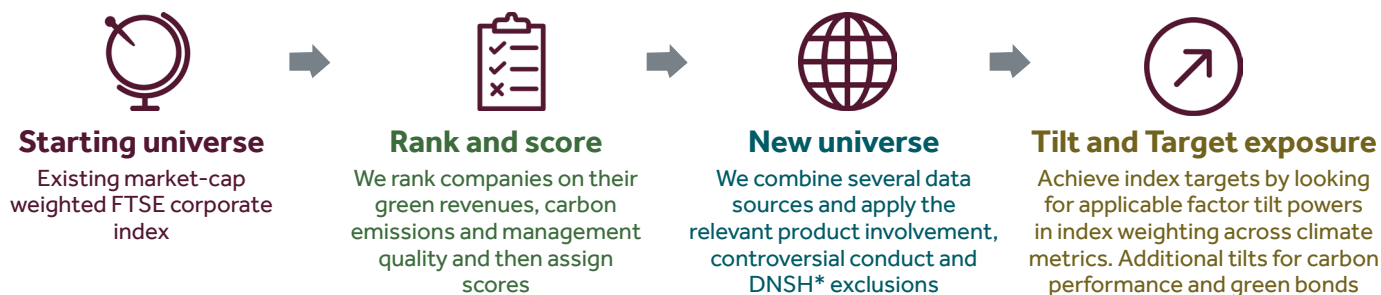
## Overview

Climate transition benchmarks have become a focal point for investors looking to integrate climate risks and opportunities into their portfolios and align them with the goals of the 2015 Paris Agreement.

FTSE Russell’s EU Climate Transition Benchmarks (CTB) and EU Paris-aligned Benchmarks (PABs) support investors in achieving the required minimum targets, as stipulated by the EU 2019 Regulation on EU Climate Transition Benchmarks, and more.

The **FTSE Fixed Income EU Climate Benchmarks Index Series** provides a considered approach to this complex objective and goes beyond the minimum requirements to provide a modular toolkit that balances the required decarbonisation objective, while considering additional goals and potential customisations required by index users.

## Index construction approach

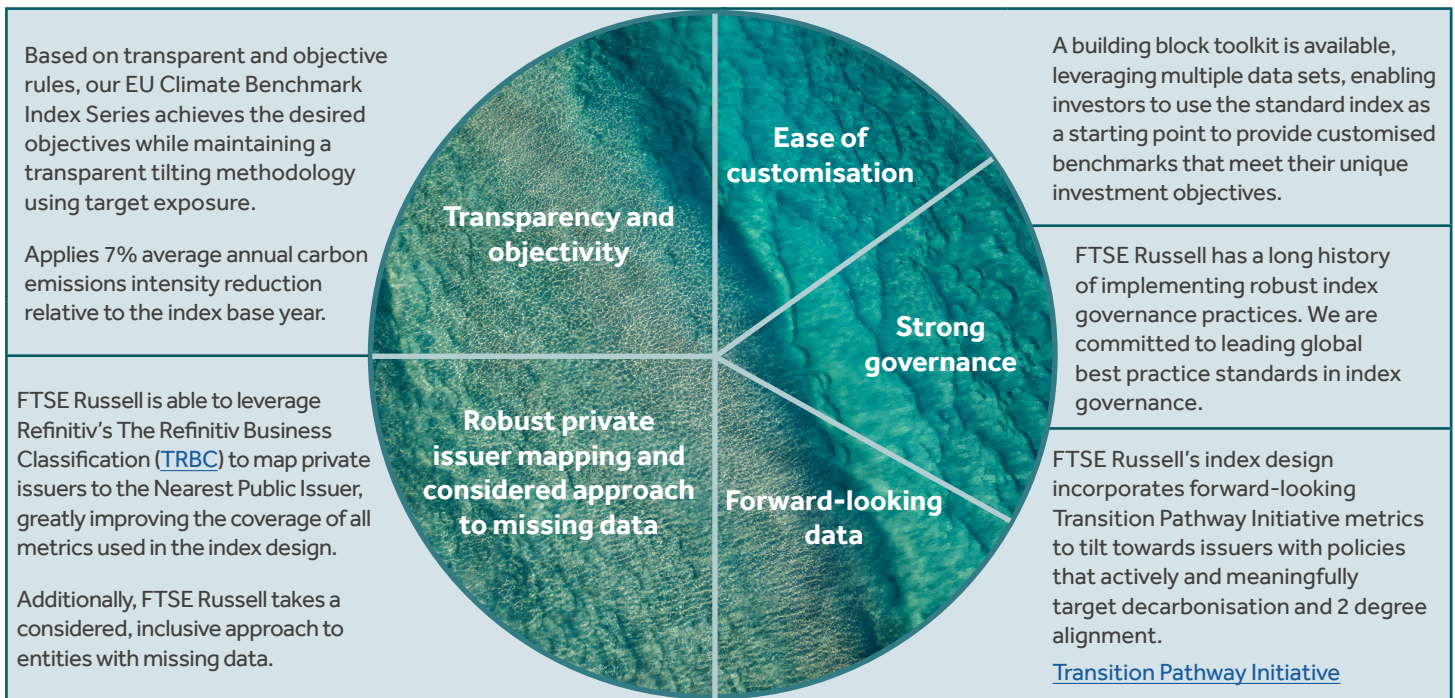


## Core features in our approach

<b>Granular approach to exclusions</b>	Using several data sources for exclusions in order to minimise risk of exposure to undesirable sectors/product involvement
<b>Forward-looking metrics</b>	We have an exclusive partnership with the Transition Pathway Initiative (TPI) allowing us to use data that assesses companies’ preparedness for the transition to a low carbon economy
<b>Inclusive approach</b>	We have an innovative approach to addressing data gaps, allowing us to be more inclusive in our approach
<b>Flagship internal datasets</b>	We have flagship internal datasets that are well regarded in the industry, including Green Revenues, TPI Management Quality and Carbon Emissions (scope 1,2 and 3)
<b>Going beyond EU requirements</b>	We go beyond the minimum requirement of EU Climate benchmarks whereas we increase exposure to green bonds, cap exposure to banks and extend our exclusions to oil sands

\* DNSH – Do No Significant Harm screen is applied using environmental controversies watchlist. This is an EU-derived principle.

## Key features



## Aligning an index with the climate transition

FTSE Russell's broad offering of global and domestic fixed income PAB and CTB indices adopt a building block approach which goes beyond the minimum requirements, resulting in a robust, configurable off-the-shelf solution and a toolkit for custom solutions.

FTSE Fixed Income Paris-aligned Benchmark (PAB) Indices	FTSE Fixed Income Climate Transition Benchmark (CTB) Indices
FTSE WorldBIG PAB Corporate Bond Index	FTSE WorldBIG CTB Corporate Bond Index
FTSE EuroBIG PAB Corporate Bond Index	FTSE EuroBIG CTB Corporate Bond Index
FTSE USBIG PAB Corporate Bond Index	FTSE USBIG CTB Corporate Bond Index

**For more information about our indices, please visit [ftserussell.com](https://ftserussell.com).**

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