

INDEX OVERVIEW

FTSE Fixed Income EU Climate Benchmarks Index Series

Building decarbonisation trajectories into fixed income indices

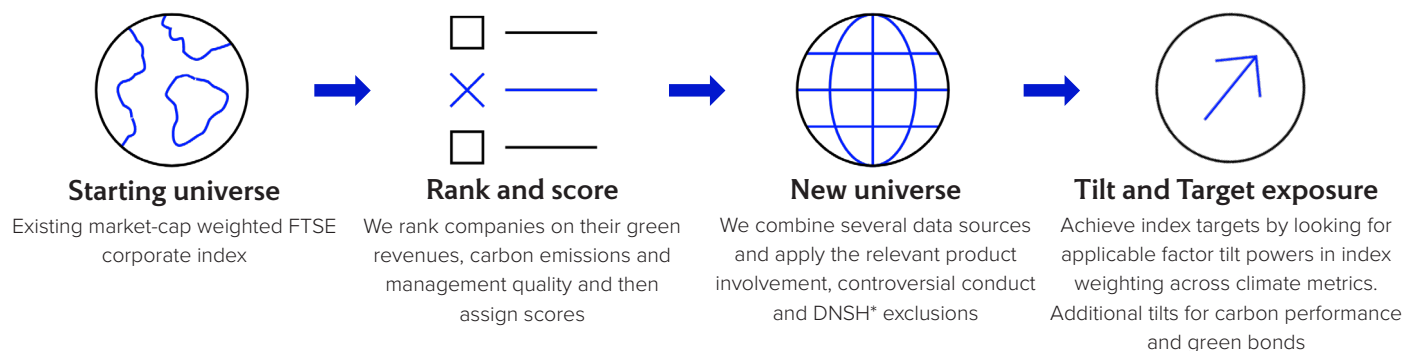
Overview

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

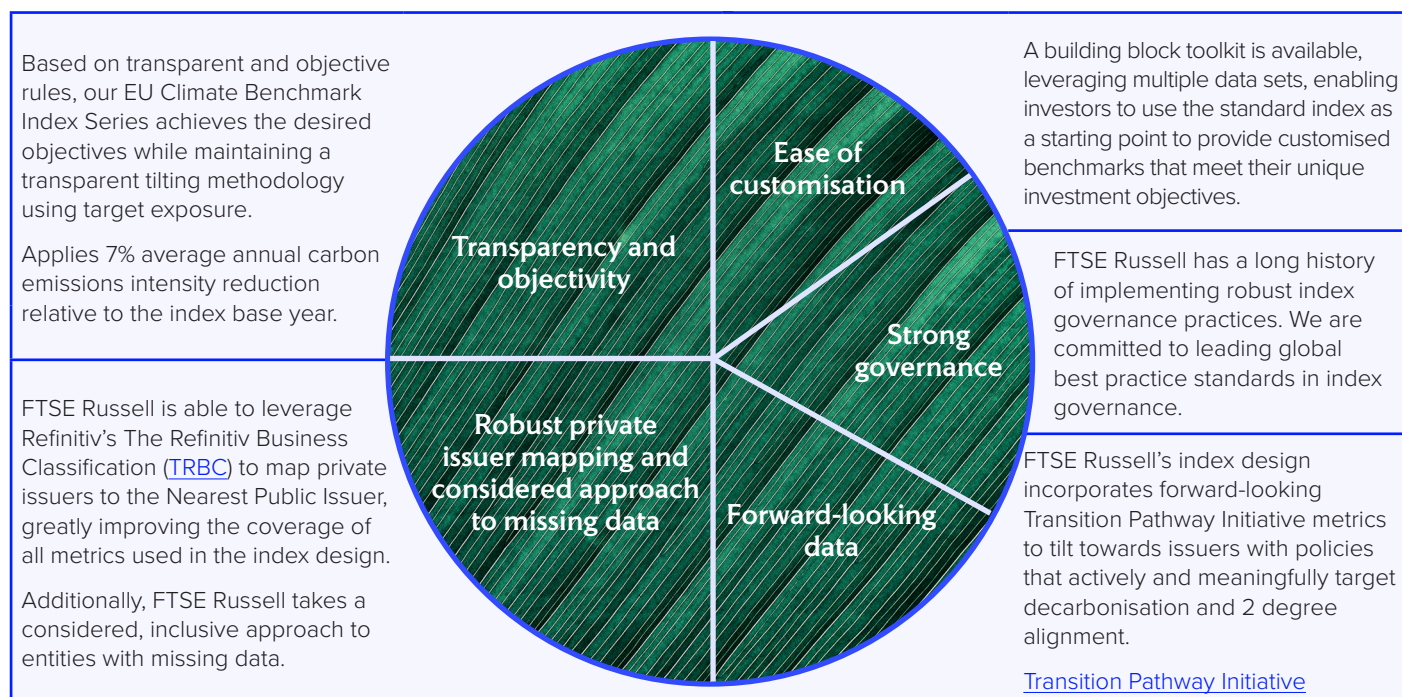
Granular approach to exclusions	Using several data sources for exclusions in order to minimise risk of exposure to undesirable sectors/product involvement
Forward-looking metrics	We have an exclusive partnership with the Transition Pathway Initiative (TPI) allowing us to use data that assesses companies' preparedness for the transition to a low carbon economy
Inclusive approach	We have an innovative approach to addressing data gaps, allowing us to be more inclusive in our approach
Flagship internal datasets	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)
Going beyond EU requirements	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.



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Key features



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
FTSE World High-Yield PAB Bond Index	FTSE World High-Yield CTB Bond Index
FTSE US High-Yield PAB Bond Index	FTSE US High-Yield CTB Bond Index
	FTSE Emerging Markets USD Broad CTB Corporate Bond Index
	FTSE Asian Broad CTB Corporate Bond Index

About FTSE Russell

FTSE Russell is a leading global provider of index and benchmark solutions, spanning diverse asset classes and investment objectives. As a trusted investment partner we help investors make better-informed investment decisions, manage risk, and seize opportunities.

Market participants look to us for our expertise in developing and managing global index solutions across asset classes. Asset owners, asset managers, ETF providers and investment banks choose FTSE Russell solutions to benchmark their investment performance and create investment funds, ETFs, structured products, and index-based derivatives. Our clients use our solutions for asset allocation, investment strategy analysis and risk management, and value us for our robust governance process and operational integrity.

For over 35 years we have been at the forefront of driving change for the investor, always innovating to shape the next generation of benchmarks and investment solutions that open up new opportunities for the global investment community.

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