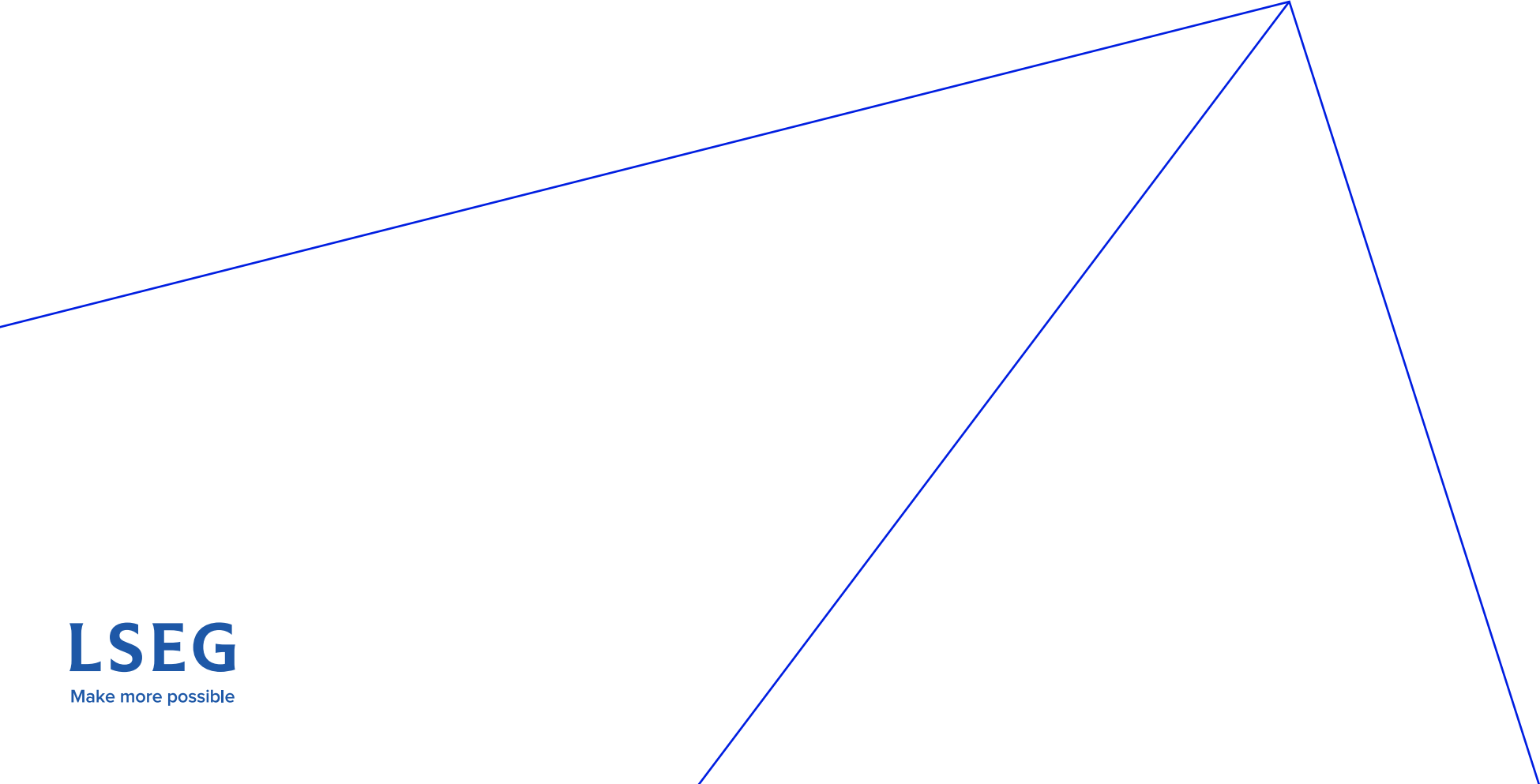


LSEG Climate Goals – FY24 progress update



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In 2024 we published our Climate Goals ([LSEG's Climate Goals](#)) in relation to the products and services we provide across our businesses to meet our customers' needs. Our goals recognise the diverse nature our business: as a research and data provider, an index and benchmark provider, and a stock exchange. This document outlines the progress we have made against these goals since they were published.

As a leading global financial markets infrastructure and data provider, with significant operations across 64 countries and employing around 26,000 people globally, LSEG's breadth of capabilities enable us to support our customers who use our products and services in a variety of ways. This includes enabling them to integrate climate risks and opportunities into their investment, finance, capital raising and business decisions.

Our Climate Goals form part of our wider Climate Transition Plan (published in 2022), which includes targets relating to our operational emissions and supply chain. A holistic overview of our approach to climate change and progress against our operational targets can be found in our 2024 Sustainability Report.

Area	As a research & data provider	As an index & benchmark provider	As a stock exchange
Products and services	<p>Goals</p> <ul style="list-style-type: none"> — To support the evolving requirements of our customers, we will: <ul style="list-style-type: none"> — Integrate additional climate data into LSEG Data & Analytics' relevant products (feeds and workflow solutions) by end of 2024 — Build out and develop new, market-leading climate data, analytics and capabilities in LSEG Data & Analytics' relevant products during 2025 and beyond — Support the Transition Pathway Initiative (TPI) Centre to evolve and grow its Management Quality (MQ) score¹ <p>Progress</p> <ul style="list-style-type: none"> — Customers can access our climate data and analytics via LSEG Workspace. New content and capabilities developed over the year were integrated into the Workspace desktop. Updates were made to relevant applications including the launch of Climate MAP to improve user experience — We enhanced how customers can access our climate data and analytics as Bulk feeds and API, via LSEG Data Platform. We also made our climate data available via Snowflake, which expands data discoverability and usability across wider customer communities — New data, analytics and capabilities include: EU Taxonomy solutions; Climate MAP and more granular climate data; ITR models and expanded coverage of GHG estimated emissions data across all scopes; and Green Revenues enhancements — In addition, LSEG Sustainability Intelligence was launched in 2024, as an end-to-end climate management and disclosure solution for corporates — In 2024, Level 5 was introduced as an enhancement to the TPI MQ framework. Level 5 assesses companies on whether they have transition plans that include defined, quantified and financed actions to reach net zero. The number of indicators within the levels has also increased from 19 to 23 to provide greater differentiation of high-performing companies <p>Source(s):</p> <ul style="list-style-type: none"> — LSEG Sustainability Report 2024, p.16 and p.19 — Transition Pathway Initiative (TPI) Management Quality Scores, powered by LSEG 	<p>Goals</p> <ul style="list-style-type: none"> — To support the evolving requirements of our customers, we will: <ul style="list-style-type: none"> — Build out the FTSE Russell climate index families by the end of 2025 — Extend disclosure practices by providing additional detail on index level exposures by the end of 2025 <p>Progress</p> <ul style="list-style-type: none"> — FTSE Russell maintains a wide range of over 130 sustainable investment indices covering Equities, Fixed Income, Listed Real Estate and Listed Infrastructure. These indices are designed to support our customers in their specific climate, thematic or broader sustainability objectives. Since LSEG's climate goals were published in June 2024 we have continued to develop and enhance climate transition and Paris-aligned indices across asset classes to address client demand. For example, in September 2024, we launched the Fixed Income Transition Pathway Initiative (TPI) Index Series and the TPI Focused Glidepath Index Series — In addition to our standard offering of sustainable indices, we partner with customers to create custom indices designed to achieve their specific investment and sustainability objectives. For example, we launched a custom FTSE 'Climate Aware' index series for Phoenix Group, as well as the CalPERS Custom FTSE Climate Transition Index for CalPERS — Climate data packs for relevant equity and fixed income indices are now available to our clients. Regulatory reporting is also published on our website where appropriate <p>Source(s):</p> <ul style="list-style-type: none"> — LSEG Sustainability Report 2024, p.17 — ESG Metrics LSEG 	<p>Goals</p> <ul style="list-style-type: none"> — To support the evolving requirements of our customers, we will: <ul style="list-style-type: none"> — Build out our existing tools and services for issuers to reflect the evolving needs of investors and regulatory requirements — Continue to enable and scale access to climate-related finance and investments through 2024 and beyond <p>Progress</p> <ul style="list-style-type: none"> — As of the end of 2024, LSEG privately provided our Climate Governance Score to 506 corporates listed on the London Stock Exchange, helping companies to assess their climate governance practices, benchmark against industry peers and identify areas for improvement — In December 2024, we published the London Stock Exchange's sustainability reporting guidance, which aims to provide corporates with the tools to guide their climate reporting and maximise the value they derive from this. — In 2024, £56.6 billion of new capital was raised through 143 transactions on our dedicated Sustainability Bond Market (SBM) — Since we published the goals, in July 2024, we celebrated the fifth anniversary of the London Stock Exchange's Green Economy Mark, which is provided to companies and funds that generate at least 50% of total annual revenues from products and services that contribute to the global green economy. As of the end of 2024, 99 companies and funds had been provided the Mark — The London Stock Exchange Voluntary Carbon Market continued to provide a mechanism to channel capital into projects that mitigate climate change. In 2024, LSEG supported numerous education programmes for governments and multilateral development banks that are developing carbon pricing policies, and we played an active role on the UK Carbon Markets Forum, supporting the UK's goal to be a global hub for carbon markets <p>Source(s):</p> <ul style="list-style-type: none"> — LSEG Sustainability Report 2024, p.17-19 — Guide To Sustainability Reporting London Stock Exchange

1. This goal, regarding the support of the TPI Centre, was set as a joint goal between Research & Data and Index & Benchmarks, in recognition of the deep relationship between LSEG and the TPI Centre.

Area	As a research & data provider	As an index & benchmark provider	As a stock exchange
Transparency and governance	<p>Goals</p> <ul style="list-style-type: none"> — We will define and annually disclose LSEG’s definition of net zero data and relevant products — We will regularly disclose the relevant aspects of data, research and analytics to support the accurate use of our climate data by our customers — We will publish methodology documentation for climate-related products and services, as well as additional customer only disclosures and user guides where relevant <p>Progress</p> <ul style="list-style-type: none"> — As a data and analytics provider enabling customers to transition to net zero, we define relevant products as feeds and workflow solutions where customer demand for net zero data is significant — We maintain and frequently update our public page on the LSEG website for our climate solutions. The website contains documents on methodologies, factsheets and customer use cases — Public documentation on our methodology is available on the LSEG website; client-only use guides are available for all clients and are updated periodically; detailed glossaries and product templates are also available in our product template library <p>Source(s):</p> <ul style="list-style-type: none"> — LSEG Climate Transition Data LSEG 	<p>Goals</p> <ul style="list-style-type: none"> — We will publish full methodologies for all standard climate and sustainable indices through 2024 and beyond² <p>Progress</p> <ul style="list-style-type: none"> — Factsheets, methodologies and other index resources can be found on LSEG website for each relevant index series. — FTSE Russell regularly consults the market on changes to the methodology of its indices to ensure that the indices continue to meet investors’ requirements and define and lead global standards in indexing. For example, FTSE Russell applied several changes to the index methodology for all FTSE Climate-Risk Adjusted Government Bond Indices from October 2024, as a result of a market consultation which took place earlier in the year to understand the views amongst market participants. Further information on FTSE Russell’s market consultations can be found on the LSEG website <p>Source(s):</p> <ul style="list-style-type: none"> — Sustainable Investment Indices LSEG — Index Market Consultations LSEG 	<p>Goals</p> <ul style="list-style-type: none"> — We will continue to evolve the governance associated with our sustainable finance products and services to ensure transparency of the associated methodologies for those using them <p>Progress</p> <ul style="list-style-type: none"> — LSEG has developed a robust governance framework to oversee and manage sustainability. To ensure transparency, we publish factsheets and other methodology documentation for our associated sustainable finance products and services on the London Stock Exchange website <p>Source(s):</p> <ul style="list-style-type: none"> — Sustainable Finance London Stock Exchange

2. Note that we have made a minor change in the terminology of this goal. For the original text, please see [LSEG’s Climate Goals](#).

Area	As a research & data provider	As an index & benchmark provider	As a stock exchange
Engagement and education	<p>Goals</p> <ul style="list-style-type: none"> — We will actively engage with industry initiatives, regulators and standard setters on climate disclosures to improve data availability, comparability and useability across the industry — We will contribute to the evolution of market practice with respect to the integration of climate considerations into index and data methodologies by playing an active role in industry forums, engaging with index users and regulators <p>Progress</p> <ul style="list-style-type: none"> — LSEG is on the Board of the Future of Sustainable Data Alliance (FoSDA), a forum for the sustainability data and analytics industry to engage with and support the work of policymakers, regulators, and standard setters. LSEG was a founding member of FoSDA and between March and June 2024, we served as the rotating Chair — LSEG continues to be a member of certain industry initiatives, such as the Principles for Responsible Investment and the Institutional Investors Group on Climate Change, enabling us to engage with the global investment community to help the industry address common challenges and support policymakers with information — In September 2024, LSEG contributed to a Glasgow Financial Alliance for Net Zero (GFANZ) publication, 'Case Studies on Transition Finance and Decarbonization Contribution Methodologies'. Our case study uses the FTSE TPI Climate Transition Index Series to demonstrate the different climate metrics that investors can use to build climate transition investment strategies. <p>Source(s):</p> <ul style="list-style-type: none"> — LSEG Sustainability Report 2024, p.20 — LSEG's approach to transition finance and how it's evolving LSEG 		<p>Goals</p> <ul style="list-style-type: none"> — We will support investor requirements for transition plans and climate disclosures by building climate understanding among the issuer community through thought leadership and training — We aim to deliver two training sessions in 2024 <p>Progress</p> <ul style="list-style-type: none"> — In October 2024, we hosted a Sustainability Reporting Summit for public and private companies to learn about best practice sustainability reporting. We brought together a breadth of expertise from corporates, standard setters and financial institutions to provide insights and advice on navigating the sustainability disclosure landscape — In June 2024 during London Climate Action Week, we hosted an in-person ISSB workshop for listed companies with our partners the UN Sustainable Stock Exchanges initiative (UN SSE). The UN SSE guided participants to effectively navigate the ISSB standards, helping to identify sustainability-related issues and integrate them into strategic decision making. We hosted a similar virtual ISSB training session in March 2024, facilitated by UN SSE and IFRS — Bitesize videos of TCFD aligned climate reporting training are made available for issuers, advisors and investors to access on-demand on the London Stock Exchange Isser Services platform <p>Source(s):</p> <ul style="list-style-type: none"> — LSEG Sustainability Report 2024, p.21

Area	As a research & data provider	As an index & benchmark provider	As a stock exchange
Our Group-level advocacy and engagement	<p>Goals</p> <ul style="list-style-type: none"> — We will advocate for mandatory adoption of the International Sustainability Standards Board (ISSB) standards across key markets by 2025 — We will engage with standard setters, policymakers and regulators and facilitate structured engagement between investors, issuers and intermediaries to help build capacity across the industry — We will provide educational materials, research, thought leadership and training to customers about climate transition on at least a semi-annual basis — We will provide internal training for relevant employees in relation to the delivery of these goals <p>Progress</p> <ul style="list-style-type: none"> — In 2024, LSEG convened an industry call to action on ISSB adoption in partnership with the Principles for Responsible Investment, the UN Sustainable Stock Exchanges initiative, and the World Business Council on Sustainable Development. In this statement, 120 organisations from, including investors, corporates, trade associations and stock exchanges joined LSEG in calling for commitment from relevant authorities across jurisdictions to commit to adopt the ISSB standards on an economy-wide basis by 2025 — During London Climate Action Week (LCAW) in June 2024 and New York Climate Week (NYCW) in September 2024, LSEG hosted a variety of events. For example, during LCAW we organised an event with our partners the IFRS Foundation and the Transition Plan Taskforce (TPT) to mark one year since the launch of the ISSB standards. It was announced during the event that ISSB would assume responsibility of the TPT’s disclosure materials, which we consider as an important step towards achieving implementation of consistent transition plans globally — LSEG also hosted the Climate Investment Summit during LCAW and the Sustainable Finance and Investment Summit during NYCW. These events aimed to generate dialogue across the financial ecosystem on policy frameworks for independent decision-making on investment strategies to integrate and address climate change — In January 2025, LSEG published a policy paper which put forward pragmatic proposals to European policymakers and regulators for simplifying the EU sustainable finance regulatory landscape. The paper argues that simplifying the EU sustainable finance framework would enhance European competitiveness and encourage broader participation from businesses and investors. The recommendations are intended to be a starting point for further engagement and discussion with European policymakers and regulators — LSEG set up a dedicated community of FTSE100 Corporate Sustainability Officers (CSO’s): The CSO Network. This network is designed to enable peer-to-peer dialogue and shared learning — Throughout 2024, we published numerous research papers, articles and reports covering topics such as the green economy, nature and biodiversity, and climate change. Example publications include: <ul style="list-style-type: none"> — Scope for improvement: Solving the Scope 3 conundrum — Investing in the green economy 2024: Growing in a fractured landscape — Mapping the unseen: Unveiling nature and biodiversity data for sovereigns — COP29 Net Zero Atlas — LSEG provides learning resources and tools to enable employees to develop their sustainability knowledge. Sustainability Campus is available to all colleagues on the Group intranet and serves as a central information hub to help colleagues build knowledge at their own pace; a dedicated learning portal is provided by our partner Sustainability Unlocked, which provides a deeper level of knowledge than is available through Sustainability Campus <p>Source(s):</p> <ul style="list-style-type: none"> — LSEG Sustainability Report 2024, p.20-21, p.36 — Call for ISSB adoption — Sustainability Policy Recommendations LSEG — Insights LSEG 		