

FTSE EU Climate Benchmarks Index Series - Ground Rule Update

11 August 2022

FTSE Russell would like to inform clients of the following update to the FTSE EU Climate Benchmarks Index Series which is effective after the close of business on the third Friday of September.

Appendix A: Paris-aligned (PAB) Exclusions and Climate Transition (CTB) Exclusions

New criteria

| Paris-Aligned (PAB) Minimum Standards | FTSE Paris-Aligned (PAB) Index Exclusions | |
|--|--|---------------------------------------|
| Climate activity exclusions | | |
| Coal: 1 % or more of revenues from exploration, mining, extraction, distribution or refining of hard coal & lignite | Coal Production, Supporting Products and Services Any company with primary business activity in the exploration for or mining of coal (ICB Subsector Coal 60101040). Supporting products and services does not include the generation and distribution of energy from fossil fuels. Thermal Coal Extraction The company extracts thermal coal. Thermal Coal Supporting Services The company provides tailor-made products & services that support thermal coal extraction. This includes companies that provide storage & transportation, mining, and coal refining services | Greater than 0% of revenues |
| Oil & Gas: <ul style="list-style-type: none"> 10 % or more of revenues from the exploration, extraction, distribution or refining of oil fuels; 50 % or more of revenues from the exploration, extraction, manufacturing or distribution of hydrocarbons, hydrogen and carbon monoxide mixtures present in gaseous state; | Oil & Gas Production Companies involved in oil and gas (including Oil Sands) exploration, production, refining, transportation and/or storage. Oil & Gas Supporting Products & Services Companies providing tailor-made products and services that support oil and gas exploration, production, refining, transportation, and storage. | Greater than or equal to 10% revenues |
| Electricity producers: carbon intensity of lifecycle GHG emissions > 100 gCO ₂ e/kWh (50%+ revenues) | Oil & Gas Generation Thermal Coal Power Generation Companies generating electricity from oil and/or gas, and/or thermal coal. | Greater than or equal to 50% |
| Additional exclusions | Oil Sands Extraction The company extracts oil sands. | Greater than or equal to 50% |

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| Oil & Gas: <ul style="list-style-type: none"> 10 % or more of revenues from the exploration, extraction, distribution or refining oil fuels; 50 % or more of revenues from the exploration, extraction, manufacturing or distribution of hydrocarbons, hydrogen and carbon monoxide mixtures present in gaseous state; | Oil & Gas Production Companies involved in oil and gas (including Oil Sands) exploration, production, refining, transportation and/or storage. Oil & Gas Supporting Products & Services Companies providing tailor-made products and services that support oil and gas exploration, production, refining, transportation, and storage. | Greater than or equal to 10% revenues |
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An updated copy of the FTSE EU Climate Benchmarks Index Series (v1.6) is now available using the following link:
[FTSE_EU_Climate_Benchmarks_Index_Series_Ground_Rules.pdf \(ftserussell.com\)](#)

Or on the FTSE Russell website: www.ftserussell.com

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