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## FTSE Smart Sustainability Index Series – Proposed Methodology Update

18 January 2024

FTSE Russell would like to inform index users of a potential change to the FTSE All-World ex CW Climate Balanced Factor March Index (AWXWCBMF) and the FTSE All-World ex CW Climate Balanced Factor September Index (AWXWCBSF) within the FTSE Smart Sustainability Index Series.

FTSE Russell is seeking index users' feedback on a proposal to remove the TPI Carbon Performance adjustment as referenced in rule 7.8.6 from the FTSE Smart Sustainability Index Series:

7.8.6 Indices employing TPI targets use TPI Carbon Performance score as a tilt. More details of the TPI CP categories are described in the FTSE TPI Climate Transition Index Series Ground Rules. ~~They also use TPI Carbon Performance adjusted emission Z-scores in the operational emission tilt. Company's operational emissions are adjusted by a multiplier based on the company's TPI Carbon Performance Category.~~

This proposal is in line with the change implemented in the FTSE EU Climate Benchmark Index Series in 2023: [research.ftserussell.com/products/index-notices/home/getnotice/?id=2608745](https://research.ftserussell.com/products/index-notices/home/getnotice/?id=2608745).

FTSE Russell proposes to implement this change in conjunction with the 2024 index review for each of the impacted indices in the Index Series:

- FTSE All-World ex CW Climate Balanced Factor Index: the change will be effective on the open on 18 March 2024
- the FTSE All-World ex CW Climate Balanced Factor: the change will be effective on the open on 23 September 2024

FTSE Russell welcomes any feedback and questions on this proposal by close of business 02 February 2024. Feedback may be sent to [info@ftserussell.com](mailto:info@ftserussell.com).

Final approval of any changes will be made by the FTSE Russell Index Governance Board, with index users informed via a public notification. Such notifications are published on the FTSE Russell website at [Index Announcements | FTSE Russell](#).

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