

EURONEXT
Indices

CAC[®] SBT 1.5° Index

The first climate-oriented index
within the CAC family

EMPOWERING 
SUSTAINABLE GROWTH

 **EURONEXT**

Leading the way to a low carbon future and Net-zero targets

The objective of the CAC SBT 1.5° is to help investors identify companies that have set science-based targets approved by the **SBTi**. The methodology also includes exclusions based on involvement in controversial weapons, tobacco, unconventional Oil & Gas or flagged as controversial activities with regards to the United Nations Global Compact principles. The index has been designed in collaboration with CDP and SBTi.

Created in 2015, the Science Based Targets initiative (SBTi) is a partnership between CDP, World Resources Institute (WRI), the World Wide Fund for Nature (WWF), and the United Nations Global Compact (UNGC); enabling businesses and financial institutions to set ambitious emissions reduction targets in line with climate science. It is focused on accelerating companies across the world to cut emissions by half before 2030 and achieve net-zero emissions before 2050. Science-based targets provide companies and financial institutions with a clearly-defined pathway to reduce greenhouse gas emissions in line with the Paris Agreement goals.

The SBTi promotes best practice in science-based target setting, provides resources and guidance to reduce barriers to adoption, and independently assesses and approves companies and financial institutions' targets against rigorous and public criteria. Targets are considered 'science-based' if they are in line with what the latest climate science deems necessary to meet the goals of the Paris Agreement – limiting global warming to 1.5°C above pre-industrial levels. More than 4,000 businesses and financial institutions have committed or set targets through the SBTi .



The CAC SBT 1.5° is the FIRST climate oriented index within the CAC family

Offering opportunities for a large range of investment vehicles such as ETFs, funds and structured products

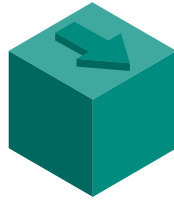


Building blocks



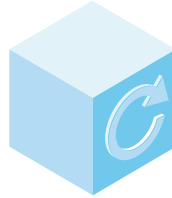
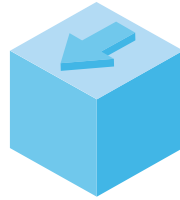
STARTING UNIVERSE

Starting with the SBF 120 Index



SELECTION

Selecting companies that have SBTi validated targets to reduce greenhouse gas (GHG) emissions in line with 1.5°C for Scope 1 and 2 emissions, and with 2°C for Scope 3 emissions.



BASELINE EXCLUSIONS

Removing companies with critical controversies with regards to the UNGC principles, or involved in controversial activities



LIQUIDITY

Free Float Market Capitalisation weighted
Issuer capping at 10%

Index methodology

1

Companies engaged in target setting under the SBTi



Excludes companies that are not approved by the SBTi with a 1.5° temperature alignment on Scopes 1 and 2 and a Scope 3 temperature alignment of 2° or less.

2

UN Global Compact based on Sustainalytics inputs



Excludes companies facing a critical controversy with regards to the UN Global Compact.

3

Negative screening based on Sustainalytics assessment



Excludes companies with involvement in Thermal Coal Extraction and Power Generation, Shale Energy Extraction, Arctic Oil & Gas Exploration Extraction, Controversial Weapons and Tobacco.

4


ESG controversy rating



Excludes companies facing an ESG controversy rating of category High or Severe. This identifies companies involved in incidents and events that may pose a business or reputation risk to a company due to the potential impact on stakeholders or the environment.

REVIEW CYCLE

Follows the standard CAC family quarterly review cycle: March, June, September, December.



Euronext has a special position in the financial ecosystem. It serves the real economy by bringing together buyers and sellers in transparent, efficient and reliable trading venues.

In this key role, Euronext has the responsibility not only to ensure financial stability, but to contribute decisively to a sustainable growth model in the countries in which it operates.

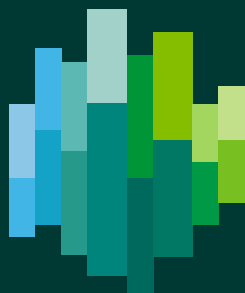
Euronext is:

- Official Partner of the **United Nations Sustainable Stock Exchanges** (SSE Initiative) and the **UN Global Compact**
- Committed to setting science-based targets through the science-based targets initiative (**SBTi**), and is a member of the **Business Ambition for 1.5°C campaign**
- Official signatory of the **Task Force on Climate-Related Financial Disclosures (TCFD)**
- Official signatory of **United Nations-supported Principles for Responsible Investment (PRI)**
- First exchange to sign the nine **UN Global Compact Sustainable Ocean Principles**
- Board member of the **Sustainable Trading initiative**.

Aligned with the UNGC principles, Euronext CAC SBTi 1.5° index is consequently designed to continue supporting the growing demand for investment solutions with climate considerations.



ACCELERATING THE TRANSITION
TO A SUSTAINABLE ECONOMY



EMPOWERING SUSTAINABLE GROWTH

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