

SWISS CLIMATE SCORES

**Globalance
All Assets under
Management**



Schweizerische Eidgenossenschaft
Confédération suisse
Confederazione Svizzera
Confederaziun svizra

Swiss Confederation



**SWISS
CLIMATE
SCORES**

Greenhouse gas emissions intensity & footprint of portfolio

The level of global warming that would occur if the global economy acted with the same ambition as the companies in the portfolio.

Share of companies in portfolio with activities in coal and other fossil fuels.

Greenhouse Gas Emissions



Global warming potential



Verified commitments to net-zero



Exposure to fossil fuel activities



SWISS CLIMATE SCORES

Best practice transparency for Paris aligned investing

Credible climate stewardship



Management to net-zero



Investment strategy with a goal to reduce the carbon emissions of its underlying investments. Verified commitment to net-zero.

Share of companies in portfolio with verified commitments to net-zero and credible interim targets.

Share of companies currently under active climate engagement. Climate votes supported. Membership in a climate engagement initiative.



Schweizerische Eidgenossenschaft
Confédération suisse
Confederazione Svizzera
Confederaziun svizra

Swiss Confederation



SWISS
CLIMATE
SCORES

Globalance

All Assets under Management

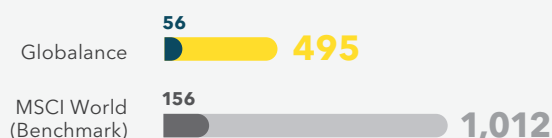
CURRENT STATE

1 GREENHOUSE GAS EMISSIONS

■ Scope 1–3 ■ of which Scope 1 & 2

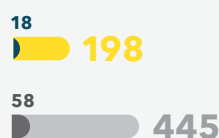
Intensity

t CO₂e / CHF Mio. revenue



Footprint

t CO₂e / CHF Mio. invested



The GHG Intensities and Footprints (Scopes 1–3) are roughly 60 percent lower than the comparative values of the MSCI World benchmark. The fossil fuel exposure is also much lower than the exposure of the MSCI World benchmark and we strive to lower it continuously and actively engage with the invested issuers and fund managers.

2 EXPOSURE TO FOSSIL FUELS ACTIVITIES

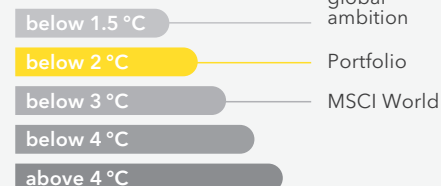
	Portfolio	MSCI World
Coal	0.4 %	1.9 %
Fossil fuel	1.6 %	10.5 %

The figures above represent the share of investments into companies that earn more than 5% of their revenues from such business activities.

TRANSITION TO NET ZERO

3 GLOBAL WARMING ALIGNMENT

Science-based consensus on needed global ambition



The Global Warming Alignment is below 2°C (measured as Implied Temperature Rise, ITR). This warming potential is well below the comparative value of our benchmark MSCI World (indicated as "below 3°C").

4 CREDIBLE CLIMATE STEWARDSHIP

Share of companies currently under credible climate engagement:
4 %

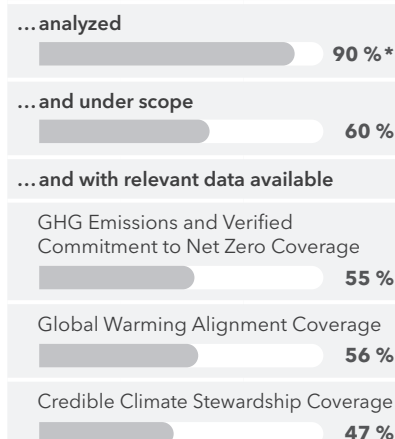
Share of climate votes supported:
100 %

Is the financial institution a member of a climate engagement initiative?
Yes, Carbon Disclosure Project (CDP) and Ceres

The analysis is only based on the proxy voting and engagement of direct equity investments. We engaged 25% of our core equity in 2022, however, not always on climate issues and some companies were no longer in the portfolio at the end of the year when this analysis was conducted.

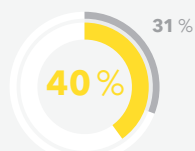
GENERAL INFORMATION

Percentage of portfolio



5 COMPANIES WITH VERIFIED COMMITMENTS TO NET ZERO

■ Portfolio ■ MSCI World



Globalance is committed to achieving Net Zero by 2050. The needed reduction path for the different asset classes of our portfolios is being developed in 2023.

6 MANAGEMENT TO NET ZERO

Does the investment strategy include a goal to reduce the greenhouse gas emissions of its underlying investment through concrete short (1–3 years) or mid-term (5 years) targets?

Yes

Average annual reduction path (%):

In development

Is the portfolio part of a third-party verified commitment to net-zero by the financial institution, including credible interim targets?

No

Date	31.12.2022
Data Provider	MSCI ESG and SBTi (for Companies with Verified Commitment to Net Zero)

*The analysis includes the most relevant 90% of the banks assets under management. Not included are the 10% of assets with the lowest amounts invested.

SCS AND GLOBALANCE

The Swiss Climate Scores establish best-practice transparency on the Paris alignment of financial investments to foster investment decisions that contribute to reaching the climate goals. Globalance is the first Bank to publish the Swiss Climate Scores of all its assets under management.

Glossary

1 GREENHOUSE GAS EMISSIONS

- **CO₂e** = CO₂ equivalents are a unit of measurement to standardise the climate impact of the different greenhouse gases. The amount of CO₂e emitted, is expressed in “tonnes of CO₂ equivalents” (t CO₂e).
- **Intensity**: Emissions in tonnes CO₂e per 1 million sales generated by the issuers in the portfolio.
- **Footprint**: Emissions in tonnes CO₂e per 1 million invested capital.
- **Scope 1**: Emissions from sources that a company owns or controls directly. Example transport company: Emissions from the company's own vehicle fleet.
- **Scope 2**: Emissions associated with the purchased electricity, steam, heat, or cooling. Example clothing factory: Purchasing electricity from a coal-fired power plant for the manufacturing process.
- **Scope 3**: All other, indirect emissions that occur in the value chain of a company. Example railroad company: purchase of steel for the construction of a railroad line.

2 EXPOSURE TO FOSSIL FUEL ACTIVITIES

- The threshold of 5 % of revenues applies.
- The scope of activities includes the whole value chain.

3 GLOBAL WARMING ALIGNMENT

Measured as implied temperature rise, ITR.
This methodology of our data partner MSCI corresponds to the specifications defined for the SCS.

4 CREDIBLE CLIMATE ENGAGEMENT

Engagement should be consistent with the ambition of reaching net zero by 2050.

5 COMPANIES WITH VERIFIED NET-ZERO-COMMITMENTS

Companies must have publicly communicated a pledge to reach net zero and have near term targets be certified.

Carbon Disclosure Project (CDP)

A non-profit organisation founded in London in 2000 with the aim of ensuring that companies and local authorities publish their environmental data, such as climate-damaging greenhouse gas emissions and water consumption. Once a year, the CDP collects data and information on CO₂ emissions, climate risks and reduction targets and strategies of companies on a voluntary basis using standardised questionnaires on behalf of investors.

Ceres

This investor network on climate risk and sustainability includes more than 220 institutional investors managing more than \$60 trillion in assets. They work with their members to advance sustainable investment practices, engage with corporate leaders, and advocate for key policy and regulatory solutions to accelerate the transition to a just, sustainable, net zero emissions economy.