

# JPM Carbon Transition Global Equity (CTB) UCITS ETF

## EU SFDR classification: Article 9

### OBJECTIVE

The Sub-Fund seeks to provide returns that correspond to those of its Index. The Index aims to meet the requirements for EU Climate Transition Benchmarks as defined in the EU Climate Benchmarks Regulation and provide lower carbon emission exposure relative to the Investable Universe with a view to achieving the long-term global warming objectives of the Paris Agreement. In particular, the Index aims to achieve a reduction of the greenhouse gas intensity of the Index of at least 7% on average per annum and an overall reduction of the greenhouse gas intensity of the Index compared to the Investable Universe of at least 30%. Greenhouse gas intensity means greenhouse gas emissions divided by enterprise value including cash.


### INVESTMENT APPROACH

- The Index uses a three-step, rules-based approach. First, the regional and sector weights are allocated in accordance with the Investable Universe.
- Second, all remaining eligible companies are evaluated through the use of the Index Provider’s proprietary research and third party data and allocated an aggregate score derived from the following three scores: (i) emissions score (how effectively the company is managing emissions on site, as well as through its provision of products and services), (ii) resource management score (how effectively the company is managing the resources which it consumes such as electricity, water and waste), and (iii) risk management score (how effectively the company is managing its physical risks and reputational risks).
- Finally, the companies are re-weighted relative to the weights that they have in the Investable Universe based on their aggregate score, leading to companies with higher scores having a higher weighting in the Index and similarly those with lower scores having a lower weighting in the Index.

### ENGAGEMENT

- Active ownership, supported and enabled by focused engagement, is a key component in our investment approach.
- We believe sustainable investing means much more than simply evaluating narrow corporate exposures to environmental, social and governance (ESG) risk factors; it is also about focusing on the long-term impact of businesses on the natural environment and its communities.

### ESG EXCLUSIONS

CONDITIONAL EXCLUSIONS (VALUES BASED <sup>3)</sup> )						
	Conventional Weapons 10%	Adult Entertainment (producer, retailer, distributor) 5%	Thermal Coal Power Generation and expansion 20%*	Gambling (Licensor, operations, Support) 10%	Thermal coal extraction and expansion 20%*	
	FULL EXCLUSIONS (VALUES BASED)					
		Controversial Weapons	Tobacco Production	Nuclear Weapons		
		 Companies in breach of UN7 Global Compact**				

\*Exceptions to exclusions in this category are allowed where the issuer is not expanding in thermal coal business<sup>a</sup> and meets any one of the following criteria: it has an approved Science Based Target through the Science Based Targets Initiative (SBTI) (SBTI defines and promotes best practice in science-based target setting), the issuance is a use-of-proceeds instrument (instruments designed to raise capital for specific environmental and or social purposes, >50% of installed energy capacity is renewable energy for power generation only, TPI Carbon Performance Score is 2oC or below in 2035 and 2050, or if the issuer is a utility company which has disclosed quantitative targets to increase renewable energy capacity.

<sup>a</sup>Thermal coal expansion as defined by:

- a) Mining: companies engaged in coal exploration activities; planning to develop new coal mines, extend their coal mines by applying new permits or that are involved in coal exploration activities; or
- b) Power: companies planning to develop new coal-fired power capacity of at least 100 MW; or
- c) Services: companies involved in the development or expansion of coal transportation assets or infrastructure assets dedicated to support coal mines, coal transportation and coal-to-gas facilities.

\*\*The fund excludes companies that do not meet, and are unlikely to meet in the near future, the Principles of the UN Global Compact, the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles for Business and Human Rights violators. The fund can invest in a company that does not meet these standards if it shows progress or potential for meeting them, and if the Investment Manager engages with the company.

## ESG Information

### CLIMATE TRANSITION DECARBONISATION METRIC

(Reduction in GHG Intensity) Scope 1+2+3

The Climate Transition Decarbonisation metrics represent the fund’s ability to meet the following requirements i) reduce the weighted average greenhouse gas (GHG) intensity by at least 30% compared to the underlying investment universe and ii) reduce the weighted average GHG intensity by at least 7% on an annualized basis.

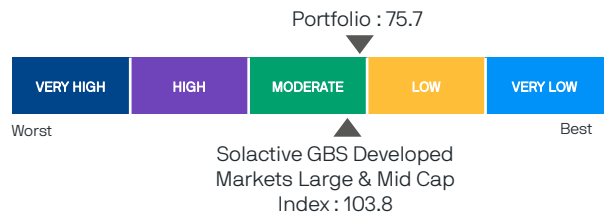
Reduction of weighted average GHG intensity compared to underlying investment universe (Solactive GBS Developed Markets Large & Mid Cap Index):  
Please refer to index provider website ('Documents' tab): <https://www.solactive.com/indices/?index=DE000SLOB E72>

Reduction of weighted average GHG by at least 7% on an annualized basis:  
Please refer to index provider website ('Documents' tab): <https://www.solactive.com/indices/?index=DE000SLOB E72>

### WEIGHTED AVERAGE CARBON INTENSITY (WACI)

(tons CO2e/USD mn sales) Scope 1+2<sup>1</sup>

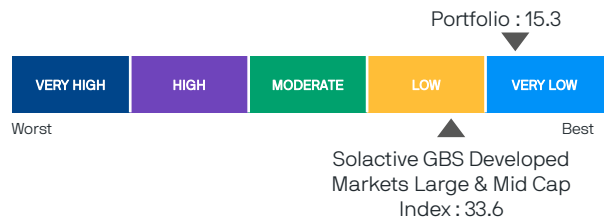
MSCI’s ESG Carbon Intensity score represents the fund’s exposure to carbon-intensive companies and economies, defined as the portfolio weighted average of Carbon / GHG Intensity (emissions/sales).



### FINANCED CARBON EMISSIONS

(tons CO2e/USD mn invested) Scope 1+2<sup>1</sup>

MSCI’s ESG Carbon Emissions metric measures the carbon emissions, for which the fund is responsible, per USD million invested. Carbon emissions are allocated based on Enterprise Value Including Cash (EVIC) approach.

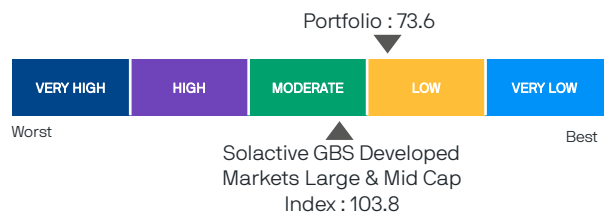


### FINANCED CARBON INTENSITY

(tons CO2e/USD mn sales) Scope 1+2<sup>1</sup>

MSCI’s ESG Carbon Intensity score represents the carbon efficiency of the fund, defined as the ratio of carbon emissions for which investors are responsible to the sales for which an investor has a claim. Carbon emissions are allocated based on Enterprise Value Including Cash (EVIC) approach.

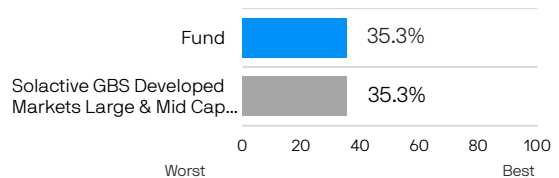
Source: MSCI, based on 100% coverage



### AVERAGE FEMALE BOARD REPRESENTATION

MSCI’s Average Female Board Representation score shows the weighted average of the percentage of women on the board of directors for the companies that the fund has a holding in, with 100% being the maximum available.

Source: MSCI, based on 99.8% coverage



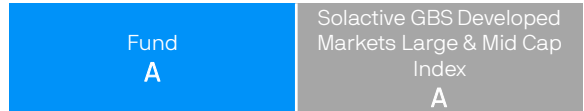
<sup>1</sup> Scope 1 covers direct emissions from owned or controlled sources. Scope 2 covers indirect emissions from the generation of purchased electricity, steam, heating and cooling consumed by the reporting company.

Holdings as at March 2026 unless otherwise stated. Reproduced by permission; no further distribution.

## ESG Overview

### ESG RATING

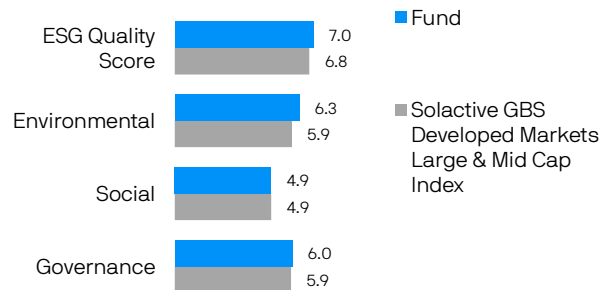
The MSCI ESG Rating is one measure of the potential resiliency of a fund’s aggregate holdings to long term risks and opportunities arising from environmental, social and governance factors. Ratings are provided on an alphabetical scale of AAA to CCC, where AAA is the highest.



### ESG SCORES

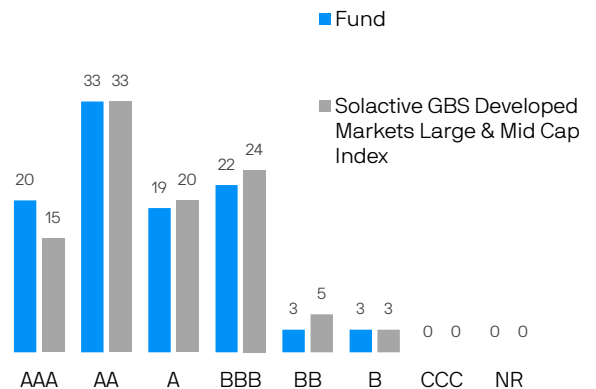
The overall MSCI ESG Quality Score aggregates Issuer-level ESG scores, to provide an indication of the overall fund-level ESG score. The ESG Quality score is based on the weighted average ESG score of the holdings of the fund.

The MSCI ESG Quality Score and individual Environment, Social and Governance pillar scores are provided on a 0-10 scale, with 0 being the lowest and 10 being the highest possible fund score.



### ESG RATING DISTRIBUTION

The chart shows the MSCI ESG Rating Distribution based on the fund’s and benchmark’s underlying holdings. Issuer MSCI ESG ratings are mapped directly to the numerical ESG Quality Score. For illustration, leading AAA rated Issuers have an MSCI ESG Quality score of between 8.6 and 10.0 compared to CCC rated Issuers which have an MSCI ESG Quality Score of between 0.0 and 1.4. The chart includes a breakdown of all fund’s and benchmark’s holdings. Some asset types are out of scope for MSCI’s ESG analysis, e.g. Cash. They are removed from a fund’s or benchmark’s holdings prior to calculating both the ESG Coverage (%) and ESG analysis but are reflected above under ‘Not Rated’.



Source: MSCI, based on 100% coverage, holdings as at March 2026 unless otherwise stated. Reproduced by permission; no further distribution.

It is important to remember that the MSCI ESG metrics provided in this report may not fully reflect future economic reality. At J.P. Morgan Asset Management, our ESG specialists collaborate closely with our research analysts to understand when that may be the case, and where appropriate we engage with companies to improve disclosure and enhance policies. Where we think climate risk may be material, we review fossil fuel exposure, disclosed reduction targets going forward and other relevant information.

For more information on our approach to sustainable investing at L.P. Morgan Asset Management visit <https://am.jpmorgan.com/gb/en/asset-management/institutional/investment-strategies/sustainable-investing/>

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**DISCLAIMERS**

The methodology and calculations used by companies that provide awards and ratings are not verified by J.P. Morgan Asset Management and therefore are not warranted to be accurate or complete. All data is based on past holdings information and is not a guide as to how the fund may be scored by MSCI in the future. The ESG Coverage (%) relates to the percentage of a fund's holdings in scope for MSCI's ESG analysis. Some assets, such as cash, are out of scope for analysis and are removed from a fund's holdings prior to calculating both the ESG Coverage (%) and ESG Analysis.

Before investing, obtain and review the current Prospectus, Key Investor Information Document (KIID) and the Key Features Document/Terms & Conditions for this fund which are available from JPMorgan Asset Management (UK) Limited.

This material should not be considered as advice or an investment recommendation. Fund holdings and performance are likely to have changed since the report date. No provider of information presented here, including index and ratings information, is liable for damages or losses of any type arising from use of their information. No warranty of accuracy is given and no liability in respect of any error or omission is accepted.

The SDG Reporting is based on third-party data (MSCI), and JPMAM does not guarantee the accuracy or completeness of this data. The results may change over time due to updates in underlying methodologies by MSCI. The alignment between companies' business activities and SDGs is determined by the third-party provider (MSCI) based on their internal methodologies. Investee companies may only generate a portion of their revenues from SDG-aligned activities but the MSCI methodology does not disclose the level of such revenue portions and may count the entire holding as aligned with one or more SDGs.

The provision of this material does not imply or guarantee that the portfolio is managed with view to a sustainability objective or sustainability characteristics or meets any or all expectations regarding "ESG", "sustainable" or other equivalent terms and/or standards or that securities are managed against the data provided (unless otherwise stated in product offering documents or other legal documentation and included in a products/portfolio's investment objective and/or investment policy). As set out in the product's portfolio's offering documents or other legal documentation (where relevant and applicable), the benchmark is used to compare the portfolio's investment performance and Benchmark figures have been provided for illustrative purposes only. In particular, a benchmark may not be an ESG benchmark and may not take ESG considerations into account whilst a particular product/portfolio may have a dedicated ESG and/or sustainability strategy as per the product's/portfolio's offering documents or other legal documentation. The composition and constituents of the benchmark may also differ significantly from the composition and constituents of the product/portfolio.

This report provides an ESG centered perspective to current fund holdings. This data is provided for information purposes only and does not aim to represent the fund's investment strategy and / or investment process. It is important to note that the investment adviser does not rely on the metrics in this report in managing the portfolio. For information regarding the role ESG considerations play within the fund's investment strategy and investment process, please see the fund's prospectus.

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For additional information on the fund's target market please refer to the Prospectus. These documents, as well as the annual and semi-annual reports and the articles of incorporation, are available free from your financial adviser, your J.P. Morgan Asset Management regional contact, the fund's issuer (see below) or at [www.jpam.lu](http://www.jpam.lu). This material should not be considered as advice or an investment recommendation. Fund holdings and performance are likely to have changed since the report date. No provider of information presented here, including index and ratings information, is liable for damages or losses of any type arising from use of their information. No warranty of accuracy is given and no liability in respect of any error or omission is accepted. To the extent permitted by applicable law, we may record telephone calls and monitor electronic communications to comply with our legal and regulatory obligations and internal policies. Personal data will be collected, stored and processed by J.P. Morgan Asset Management in accordance with our EMEA Privacy Policy [www.jpmorgan.com/emea-privacy-policy](http://www.jpmorgan.com/emea-privacy-policy). For additional information on the sub-fund's target market please refer to the Prospectus.

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